

**Accounting statement
December 31, 2009 r.**

Form №1 under OKUD	CODES	0710001
Date (year, month, day)	2010	03 02
Company <u>Mechel Open Joint Stock Company</u>	under RNNBO	14582388
TIN	TIN	7703370008/997650001
Activity <u>consultancy on comm. activity and managem., investment in securities</u>	Under OKVED	65.23.10,74.14
Form of legal entity's incorporation	under OKOPF/OKFS	47 34
<u>Open Joint Stock Company</u> / <u>private</u>	under OKOEF	384
Unit measure <u>in thousand roubles</u>		
Legal address		
<u>125993, Moscow, Krasnoarmeiskaya, 1</u>		

Under All-Russia Classifier of Management Documentation (OKUD)

Under Russian National Nomenclator of Businesses and Organizator (RNNBO)

All-Russia Classifier of Types of Economic Activity (OKVED)

All-Russia Classifier of Forms of Ownership/Incorporation (OKOPF/OKFS)

All-Russia Classifier of Measurement Units (OKOEF)

Approval date	-
Delivery / acceptance date	-

ASSET	Code	Disclos- ure	At the beginning of accounting year	At the end of accounting period
1	2	3	4	5
I. Fixed assets				
Intangible assets including:	110	5.I.1	19,078	8,330
Rights on intellectual property (industrial)	111		-	-
Patents, licences, labels and other similar rights and assets	112		17,121	7,441
Computer programmes	113		1,955	889
Other intangible assets	114		-	-
Company's goodwill	115		-	-
Research, development and technological activities (RDTA) including:	116	5.III.1	-	-
Results of RDTA	117		-	-
RDTA in process	118	5.III.2	-	-
Fixed assets, including:	120	5.II.2	654	545
Land and nature management objects	121		-	-
Building and constructions	122		-	-
Vehicles and equipment	123		887	504
Transport vehicles	124		-	-
Construction in process, including	130	5.II.7	-	-
Construction in progress	131		-	-
Equipment for launch	132		-	-
Purchasing of fixed asset objects	133		-	-
Interest-bearing in tangible assets	135	5.II.6	-	-
Long-term investments including:	140	5.IV.1	183,728,091	201,170,924
Investment in share capitals of other organizations	141		404,980	1,061,469
Investment in share capitals of affiliated organiz-s	142		183,321,111	195,676,715
Investment in share capitals of related organiz-s	143		-	-
Long-term granted loans	144		-	4,432,740
Other long-term financial investments			-	-
Deferred tax assets	145	5.VII.4	2,806,284	5,069,967
Property transferred in operational management	146		-	-
Exploration assets	147		-	-
Other noncurrent assets	150		-	-
Interest-free loans, granted for a period over 12 months	170		-	-
Other types of noncurrent assets requisite for balance sheet			-	-
Costs for future periods which will be written off after 12 months	216		10,089	9,280
Long-term accounts receivable, including: в том числе:	230		167	1,002
Purchaser's and client's liabilities			-	-
In total under section	190		186,982,651	206,266,028
II. Current assets				
Stocks including:	210	5.V.1	69,070	67,620
Raw product, materials and other similar values	211		12	118
Rearers and fatteners	212		-	-
Work in process costs	213		11	643
Final product and goods for resale	214		-	-
Shipped goods	215		-	-
Not valuable means of labour	217		-	-
Costs for future periods which will be written off after 12 months	218		59,047	66,859
Other stocks and costs	219		-	-
VAT on purchased values	220		6,725	5,994
Short-term accounts receivable including:	240	5.VI.1	154,602	642,781
Purchaser's and client's liabilities	241		53,354	153,584
Note receivable	242		-	-
Liabilities before Affiliated companies	243		-	-
Liabilities before Related companies	244		-	-
Parties liabilities on investment in share capital	245		-	-
Granted advances	246		92,228	12,189
Budget settlements	247		-	-
Other accounts receivable	248		8,920	477,008
Short-term investments including:	250	5.IV.1	-	5,150,000
Short-term loans	251		-	-
Other investments	252		-	5,150,000
Cash assets including:	260		64,842	393,633
Settlement accounts	261		64,639	393,543
Currency account	262		173	74
Letters of credit and other restricted means	263		18	-
Cash register	264		12	16
Other cash assets	265		-	-
Other types of noncurrent assets requisite for balance sheet	266		-	-
Other noncurrent assets	270		-	-
Total under section I	290		285,139	6,260,028
Balance (sum of lines 190 +290)	300		186,847,790	212,526,056

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Passive	C o d	Disclo sure	At the beginning of accounting year	At the end of accounting period
1	2	3	4	5
III. Capital and reserves				
Share capital	410	ф.3.IV	4,182,707	5,550,277
Owned shares, bought out from shareholders	411		-	-
Added capital, including	420		6,023,340	6,023,340
including:		ф.3.I		
review results	421		-	-
Share premium	422		6,023,340	6,023,340
Reserve capital	430		208,135	208,135
including:		ф.3.III		
Reserve funds, set up according to legislation	431		-	-
Reserves formed according to constituent documents	432		208,135	208,135
Undistributed profits (uncovered loss), including:	470		62,542,300	61,743,382
including:				
Previous years	471		44,745,088	83,226,159
Accounting period	472		47,797,212	8,517,203
TOTAL under section III	490		102,538,482	103,525,114
IV Long-term liabilities				
Loan assets	510	5.VI.4	15,082,436	67,994,437
including:				
Long-term credits	511	5.VI.5	-	-
Long-term loans	512		15,082,436	67,994,437
Deferred tax assets	515	5.VII.4	15,010	15,080
Other long-term liabilities	520		-	-
Reserves under contingent liabilities	530	5.VII.2	-	-
Other types of long-term liabilities for balance sheet	535		-	-
TOTAL under section IV	590		15,097,446	68,009,517
V. Short-term liabilities				
Loans and credits	610	5.VI.4	61,758,225	33,023,410
including:				
Short-term credits	611		-	-
Short-term loans	612		61,758,225	33,023,410
Account payable	620	5.VI.4	7,049,159	7,639,007
including:				
Liabilities before suppliers and contractors	621		6,499,125	6,954,944
Note payable	622		-	-
Liabilities before Affiliated companies	623		-	-
Liabilities before related companies	624		-	-
Liabilities before staff	625		6,160	27,973
Liabilities before state off-budget funds	626		128	917
Tax and revenue liabilities	627		537,819	650,893
Granted advances	628		51	94
Other account payable	629		2,848	4,186
Liabilities before parties (incorporators) in terms of salary	630		6,478	4,025
Profits of future periods	640	5.VII.1	-	-
including:				
Target financing means	641		-	-
Reserves of future losses	650	5.VII.2	-	18,983
Other types of short-term liabilities for balance sheet	655		-	-
Other short-term liabilities	660		-	-
TOTAL under section V	690		68,815,382	40,685,429
Balance (sum of lines 490 +590+690)	700		186,847,790	212,520,058

FOR REFERENCE Property and liabilities included in off-balance				
Leased fixed assets	910	5.II	144,840	190,045
including leasing	911		-	-
Fixed assets for leasing included in lessee's balance	912		-	-
Total sum of leasing to payment and	913		-	-
Total sum of leasing receivable payments	914		-	-
Land plots with unlimited right use	918		-	-
Housing stock depreciation	919		-	-
Inventory holdings for safe custody	920	5.V.1	-	-
Goods on commission	930	5.V.1	-	-
Written off insolvent debtors' liabilities	940	5.VII	-	-
Securing of obligations and receivable payments	950	5.VII	-	-
Securing of obligations and payments issued	960	5.VII	79,328,632	109,358,054
including:				
Owned obligations	961		-	-
3rd party obligations	962		79,328,632	109,358,054
Intangible assets	990	5.I	17	17
Contingent assets	995	5.VII.3	-	-
Contingent liabilities with low and average probability	996	5.VII.3	-	-
Inventory not owned by the Company	997	5.V	-	-
Inventory accepted for processing	998	5.V	-	-
Assets not owned by the Company	999		-	-

Director Ploshchenko Stanislav Aleksandrovich Chief Accountant Kalyadina Tatyana Anatolevna
(signature) (signature clarification) (signature) (signature clarification)
 March 02, 2010

PROFIT AND LOSS STATEMENT
for 12 months of 2009r.

Form №2 under OKUD	CODES 0710002			Under All-Russia Classifier of Management Documentation (OKUD)
Date (year, month, day)	2010	03	02	
Company <u>Mechel Open Joint Stock Company</u>	14582388			Under Russian National Nomenclator of Businesses and Organizations
TIN	7703370008/997550001			
Activity <u>consultancy on comm. activity and managem., investment in securities</u>	65.23.1.74.14			All-Russia Classifier of Types of Economic Activity (OKVED)
Form of legal entity's incorporation <u>Open Joint Stock Company / private</u>	47	34		All-Russia Classifier of Forms of Ownership/Incorporation (OKOPF/OKFS)
Unit measure <u>in thousand roubles</u>	384			All-Russia Classifier of Measurement Units (OKEI)

Indicator		Disclosu re	At the beginning of accounting year	At the end of accounting year
name	code			
1	2	3	4	5
Profits and losses under ordinary types of activity				
Proceed (net) from sales of goods, products, work, services(less VAT, excises and similar payment obligations) including:	010	7.I	9,898,449	18,884,267
Proceed (net) from sales of goods, products, work, services(less VAT, excises and similar payment obligations) for export	011		14,926	12,760
domestic manufacture products			-	-
purchased goods			-	-
work performance			-	-
rendering of service			14,785	12,760
other realization			141	-
Proceed (net) from sales of goods, products, work, services(less VAT, excises and similar payment obligations) for domestic market	012		9,883,523	18,641,507
domestic manufacture products			-	-
purchased goods			-	-
work performance			-	-
rendering of service			6,565,384	6,750,023
other realization			3,318,159	12,891,484
The cost of sold goods, products, work, services including:	020	7.II	(518,883)	(2,749,229)
the cost of sold goods, products, work and service for export	021		(12,016)	(11,847)
domestic manufacture products			-	-
purchased goods			-	-
work performance			-	-
rendering of service			(11,872)	(11,647)
other realization			(144)	-
the cost of sold goods, products, work and service for domestic market	022		(506,867)	(2,737,582)
domestic manufacture products			-	-
purchased goods			-	-
work performance			-	-
rendering of service			(6,052)	(8,332)
other cost			(500,815)	(2,729,250)
gross profit	029		9,379,566	15,905,038
Commercial expenses	030	7.III	-	-
Executive expenses	040	7.III	(1,149,797)	(1,004,045)
Profit (loss) from sales	050		8,229,769	14,900,993
Other profit and losses				
Interest receivable	060	7.IV	313,046	-
Interest payable	070	7.IV	(6,733,078)	(3,020,979)
Profit from participation of other companies	080	7.IV	-	-
Decrease in asset value of discontinuing activity	090	7.IV	-	-
Other profits	100	7.IV	20,144,065	91,950,819
Other losses	110	7.IV	(15,670,732)	(58,836,576)
Profit(loss) before taxation	140		6,283,070	44,994,257
Decrease in asset value of discontinuing activity	141	7.VII	2,263,915	3,088,661
Deferred tax obligations	142	7.VII	(70)	(15,988)
Current income tax	150	7.VII	-	-
The sum of additional payment (overpayment) of tax income due to error detection (misrepresentation) in the previous accounting (tax) periods which do not affect the current income tax	151		-	20,639
Single tax on imputed earnings	152		-	-
Other similar payments from profit	155		(29,712)	(23)
Net income(loss) of accounting period	190		8,517,203	48,085,546
FOR REFERENCE:				
Permanent tax liabilities (additional tax expense налоговый расход)	200	7.VII	63,402	11,567,804
contingent expense on income tax	201	7.VII	3,258,523	18,283,688
Permanent tax assets	202		2,424,136	24,187,884
Contingent profit on income tax	203		3,161,633	6,590,794
Basic profit (loss) per share	210	7.VIII	-	-
diluted earnings(loss) per share	220	7.VIII	-	-

Disclosure of certain profits and losses					
indicator		For accounting period		For similar period of previous year	
name	code	profit	loss	profit	loss
1	2	3	4	5	6
Penalties, fines and forfeits, approved or with court decision(arbitration court) about its recover	210	-	-	(29)	(57)
Profit (loss) of previous years	220	-	(4,882)	9,545	(74,491)
Compensation of losses, due to non-execution or default in performance of obligations	230	-	-	-	-
Exchange differences on operations in foreign currency	240	10,633,133	(15,100,479)	1,323,582	(12,240,999)
Deductions in valuation reserve	250	X	(15,415)	X	-

Retirement of accounts receivable and accounts payable with period of limitation expires	260	-	(1)	-	-
	270	-	-	-	-

Director _____ Ploshchenko Stanislav Aleksandrovich _____ Chief accountant _____ Kalyadina Tatyana Anatolevna _____
(signature) (signature clarification) (signature) (signature clarification)

March 02, 2010 r.

II. Net assets

Indicator		Balance at the end of the previous	Balance at the end of the
name	code	year	accounting period
1	2	3	4
Net assets	200	102,936,483	103,525,114

III. Reserves

Indicator		Balance at the end of the previous	Charged	Used (written-off)	Balance at the end of the
name	code	year			accounting period
1	2	3	4	5	6
Reserves, formed according to legislation:	310				
data of the previous year	311	-	-	-	-
data of the accounting period	312	-	-	-	-
Reserves, formed according to statutory documents	320				
data of the previous year	321	208,135	-	-	208,135
data of the accounting period	322	208,135	-	-	208,135

IV. Shares

Indicator		Ordinary		Preferred non-convertible		Preferred * convertible		Total
Name	Code	Number	Par value	Number	Par value	Number	Par value	Sum
1	2	3	4	5	6	7	8	9
Issued shares	410	416,270,745	10	138,756,915	10			5,550,277
which:								
fully paid	411	416,270,745	10	138,756,915	10			5,550,277
partly paid	412							
unpaid	413							
Shares owned by Company (par value)	420							
Shares owned by affiliated companies (par value)	430			138,756,915	10			1,387,569
Skyblock Limited				138,756,915	10			1,387,569
Shares in related companies ownership (par value)	440							
Shares owned by other shareholders	450	416,270,745	10					4,162,708
Bodega Enterprises Limited		35,083,567	10					350,835
Britta Investments LTD		63,483,234	10					634,832
Zyuzin Igor Vladimirovich		78,274,175	10					782,742
Konares Trading AG AO		16,790,271	10					167,903
Konares Holding AG AO		101,852,560	10					1,018,526
MetHail OOO		31,463,175	10					314,632
Skironas Investments Limited		46,134,909	10					461,349
Ugletmet ZAO		5,335,819	10					53,358
Ugletmetcooperatsiya ZAO		4,551,376	10					45,514
Deutsche Bank Trust Company Ameri authorized but not placed shares	460	33,301,659	10					333,017

Note: *Reflects upon availability

Director

(signature)

Ploshchenko Stanislav
Aleksandrovich

(signature clarification)

Chief accountant

Kalyadina Tatyana
Anatolevna

(signature) (signature clarification)

March 02, 2010

Cash flow statements

January - December 2009

Company Mechel Open Joint Stock Company		Form №4 under OKUD	CODES	
TIN		Date (year, month, day)	0710004	
Activity consultancy on comm. activity and managem., investment in securities		under RNNBO	2010	03 02
Form of legal entity's incorporation		under OKVED	14582388	
Unit measure in thousand roubles		under OKOPF/OKFS	7703370008/997550001	
		under OKEI	65.23.1; 74.14	
			47	34
			384	

Indicator name	code	For accounting period	The same period of the previous year
1	2	3	4
Cash balance at the beginning of accounting year	010	64,842	3,365
Cash flow of current activity по текущей деятельности			
Cash received from purchasers, clients, including:	100	811,919	1,246,350
Granted advances	101	7,394	21,837
other earnings	110	7,392,525	8,550,152
Tranferred cash:	120	(16 351 042)	(62 105 461)
purchased goods, work, services, raw materials and other current assets	150	(2 432 524)	(45 922 012)
Granted advances	151	(337 150)	(1 170 651)
for labour remuneration	160	(298 756)	(300 216)
deducted in state off-budget funds	161	(18 623)	(12 073)
for dividend and interest payment	170	(10 087 973)	(12 295 838)
for settlement with tax and revenues	180	(756 281)	(471 055)
for other costs	190	(2 419 755)	(1 933 616)
Net cash from current activity	200	(8 146 598)	(62 308 959)
Cash flow on investment activity на инвестиционную деятельность			
Cash received from sale of fixed assets and other noncurrent assets	210	130	61,009
Cash received from sale of assets and other financial investments	220	-	-
Obtained dividends	230	-	-
Obtained interests	240	308,161	-
	250	-	-
Received advances	260	-	-
Other funds	270	99,700,000	-
Cash, aimed to purchase affiliated organiz-s	280	-	-
Purchase of fixed assets, income-bearing investments in tangible and intangible assets	290	-	-
Purchase of assets and other financial investments	300	(104 850 000)	-
Loans granted by other organizations	310	(4 432 740)	-
Other transfers	320	-	-
Net cash from investment activity	340	(9 274 449)	61,009

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1	2	3	4
Cash flow under financial activity			
Cash from share emission or other grain long papers	350	1,387,569	-
Funds from loans and credits granted by other organiz-s	360	75,857,970	54,305,073
Budget allocation and other target financing	370	-	-
Other funds	380	-	-
Cash for loan and credit repayments (without interest)	390	(57 172 693)	(2 624 434)
Finance lease repayment	400	-	-
Other transfers	410	-	-
Net cash from financial activity	420	20 072 847	51,680,639
net increase (decrease) of cash and its equivalents	430	2 651 799	(567 310)
Cash balance at the end of accounting period	440	393 633	64 842
changes in the exchange rate of foreign currency against rouble	450	(2 323 008)	628,787

Director	<u>Ploshchenko Stanislav Aleksandrovich</u>	Chief accountant	<u>Kalyadina Tatyana Anatolevna</u>
(signature)	(signature clarification)	(signature)	(signature clarification)

Attachment to accounting statement

January-December 2009

Form №5 under OKUD	CODES 0710005		
Date (year, month, day)	2010	03	02
Company	14582388		
TIN	7703370008/997550001		
Activity	85.23.1,74.14		
Form of legal entity's incorporation	47	34	
Unit measure	384		

5.1 Intangible assets

5.1.1. Intangible assets by classes

indicator		Balance at the beginning of the previous year	Balance at the end of the accounting period
name	code		
1	2	3	4
Intangible assets in total:	100	19,076	8,330
intellectual property objects (exclusive rights on intellectual property results)	110	19,076	8,331
including:			
patent holder's right on invention, industrial design, utility model	111	-	-
right holder's right on computer programmes data base	112	1,955	889
right holder's right on integrated circuit topographies	113	-	-
holder's right on label and service trademark, the name of place of origin of a commodity	114	17,121	7,441
patent holder's right on selection achievements	115	-	-
Computer programmes	120	-	-
Company's goodwill	130	-	-
Research, development and technological activities (RDTA) including:	140	-	-
RDTA in progress	141	-	-
complete RDTA	142	-	-
	143	-	-
Other	150	-	-

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5.1.2. Intangible assets flow

Indicator	code	At the beginning of accounting year		Receiv ed	Net book value of retired objects	Accrued amortizatio n	At the end of accounting period	
		Original cost	Accrued amortizati on				Original cost	Accrued amortizatio n
name		3	4	5	6	7	8	9
Total	100	83,510	64,434	-	-	10,746	29,885	21,554
intellectual property objects (exclusive rights on intellectual property results) including:	110	83,510	64,434	-	-	10,746	29,885	21,554
including:								
patent holder's right on invention, industrial design, utility model	111	-	-	-	-	-	-	-
right holder's right on computer programmes, data base	112	2,133	178	-	-	1,067	2,133	1,244
right holder's right on integrated circuit topographies	113	-	-	-	-	-	-	-
holder's right on label and service trademark, the name of place of origin of a commodity	114	81,377	64,256	-	-	9,679	27,752	20,310
patent holder's right on selection achievements	115	-	-	-	-	-	-	-
Computer programmes	120	-	-	-	-	-	-	-
Company's goodwill	130	-	-	-	-	-	-	-
RDTA in progress	141	-	-	-	-	-	-	-
complete RDTA	142	-	-	-	-	-	-	-
Other	150	-	-	-	-	-	-	-

5.1.3. Intangible assets with transferred right of use

indicator		At the beginning of accounting year	At the end of accounting period
name	code	3	4
1	2		
	150		
	151		
	152		
	153		

5.1.4. Useful life and depreciation methods

Indicator			depreciation methods
name	code	Useful life	
1	2	3	4
exclusive holder's right on label and service trademark, the name of place of origin of a commodity	160		
Trademark, certificate 100070	160	76	Line

1	2	3	4	5	6	7	8	9
Total	300	-	-	-	-	-	-	-
including:								
Research	301	-	-	-	-	-	-	-
Development	302	-	-	-	-	-	-	-
Technological	303	-	-	-	-	-	-	-
Other	310	-	-	-	-	-	-	-

5.III.2. Costs on RDTA in progress

Types of activity		balance at the beginning of accounting period	Costs in accounting period	Amortized			balance at the end of accounting year
name	code			With no positive result	Registered intangible assets	Completed	
1	2	3	4	5	6	7	8
Total	320	-	-	-	-	-	-
including:							
Research	321	-	-	-	-	-	-
Development	322	-	-	-	-	-	-
Technological	333	-	-	-	-	-	-
Other	339	-	-	-	-	-	-

5.III.3. Costs on resource development

Indicator		balance at the beginning of accounting period	Received	Amortized	balance at the end of accounting period
Name	code				
1	2	3	4	5	6
Costs on resource development		370			
including:					
by types of activity					
Completed positive resource development		380			
including:					
by types of activity					
Costs on subsurface sites, deposit evaluation, exploration and (or) geological survey and other work		390			
including:					
by types of activity					
Indicator			Code	For accounting period	For the same period of the previous year
Name			2	3	4
Costs on pilot commercial development, expense as incurred by ordinary types of activity			400		
by types of activity					
Costs on resource development, defined in accounting period as ineffective			410		

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5.IV. Investments

5.IV.1. Investment's flow and availability

Indicator		at the beginning of accounting year	received	Retired	at the end of accounting period	Evaluation methods of investments in terms of	
Name	code						
1	2	3	4	5	6	7	
Long-term - total		420	183,726,091	54,506,319	37,067,564	201,177,002	F
Investment in share capitals of other organizations -total		421	2,368,012	1,105,403	512,971	2,972,600	F
including:							
affiliated business companies		422	2,364,964	1,105,403	512,960	2,969,562	F
related business companies		423	-	-	-	-	F
State and municipal securities		424	-	-	-	-	F
Assets of other organiz-s - total		425	181,358,079	48,968,175	36,554,593	193,771,862	F
including:							
debt securities(stocks, notes)		426	-	-	-	-	F
other		430	-	4,432,740	-	4,432,740	F
Long-term investments, with current market value:		440	7,717,600	13,151,012	3,715,332	17,153,280	F
Investment in share capitals of other organizations		441	-	-	-	-	F
including							
affiliated business companies		442	-	-	-	-	F
related business companies		443	-	-	-	-	F
State and municipal securities		444	-	-	-	-	F
Securities of other organiz-s - total		445	7,717,600	13,151,012	3,715,332	17,153,280	F
including:							
debt securities(stocks, notes)		446	-	-	-	-	F
other		450	-	-	-	-	F
Long-term investments, where the current market value is not defined		460	176,008,490	41,355,307	33,352,232	184,023,722	F
		461	-	-	-	-	F

Indicator		at the beginning of accounting year	received	Retired	At the end of accounting period	Evaluation methods of investments in terms of
Name	code					
1	2	3	4	5	6	7
Short-term - total	470	-	104,850,000	99,700,000	5,150,000	-
Investment in share capitals of other organizations - total	471	-	-	-	-	-
State and municipal securities	472	-	-	-	-	-
Securities of other organiz-s - total	473	-	-	-	-	-
including:	474	-	-	-	-	-
debt securities(stocks, notes)						
Other	480	-	104,850,000	99,700,000	5,150,000	-
Short-term investments, with current market value:	490	-	-	-	-	-
Investment in share capitals of other organizations	491	-	-	-	-	-
State and municipal securities	492	-	-	-	-	-
Securities of other organiz-s - total	493	-	-	-	-	-
including:	494	-	-	-	-	-
debt securities(stocks, notes)						
Other	495	-	-	-	-	-
Short-term investments, where the current market value is not defined:	497	-	104,850,000	99,700,000	5,150,000	-

Note: * F - evaluation cost under FIFO
S - average original cost
K - original cost of each unit

5.IV.2. Adjustments of investment estimations (Fixed assets)

Indicator		At the beginning of accounting	Profit	Costs	Retirement within fixed asset	At the end of accounting period
Name	code					
1	2	3	4	5	6	7
Long-term						
The difference between the current market value and cost of investments and its previous estimation	500	-	9,303,482	220,915	-	-
<i>Southern Kuzbass Coal Company OAO</i>		-	524,291	220,915	-	-
<i>Chelyabinsk Metallurgical Plant OAO</i>		-	8,779,191	-	-	-
The difference between the current value of debt securities and its original cos	510	-	-	-	-	-
including groups(types)						
Provision for investments where the current market value is not	520	-	-	-	-	-
including groups(types)						
Short-term						
The difference between the current market value and cost of investments and its previous estimation	530	-	-	-	-	-
including groups(types)						
The difference between the current value of debt securities and its original cos	540	-	-	-	-	-
including groups(types)						
Provision for investments where the current market value is not	550	-	-	-	-	-
including groups(types)						

5.IV.3. Investments with limited right of use

Indicator		balance at the beginning of accounting period	Received	Retired	balance at the end of accounting period
Name	Code				
1	2	3	4	5	6
Long-term					
Investments under pledge	560	-	-	-	0
including groups(types)					
Investments transferred to 3rd parties (except of sale)	570	-	-	-	-
including groups(types)					
Short-term					
Investments under pledge	580	-	31,315,971	-	31,315,971
including groups(types)					
<i>Oriel Resources PLS shares</i>		-	25,737,024	-	25,737,024
<i>Chelyabinsk Metallurgical Plant OAO shares</i>		-	5,578,947	-	5,578,947
Investments transferred to 3rd parties (except of sale)	590	-	-	-	-
including groups(types)					

5.IV.4. Information on granted loans

Indicator		Loan sum for accounting date	Payment term	Annual interest rate	Quarantees	Repayment method (A, B, C)*
Borrower's name	code					
1	2	3	4	5	6	7
Total	600	4,432,740				
Long-term loans		4,432,740				

Loan agreement No. 235/M-09 dated 03.09.2009, with OJSHC Yakutugol as creditor	3,000,000	18	19,5	5
Interest loan Agreement No. 189/M-09 dated 11.08.2009, with OJSHC Yakutugol	1,000,000	28	19,5	5
Loan Agreement N 445/M-09 dated 25.12.2009, with OJSHC Yakutugol as creditor	432,740	18	19,5	5
Short-term loans				

Note: * A- occasional repayment;

B- repayment of all interests and principal sum at the the term end;
B- occasional interest payment with principal sum repayment at the term end;
Г- other ways.

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5.V. Inventories

5.V.1. Inventories flow and availability

Indicator		at the beginning of accounting period	Received**	Retired**	at the end of accounting period	inventory evaluation methods in terms of retirement***
Name	code	3	4	5	6	7
Бсaro:	610	59,070	-	-	67,620	Г, К
raw materials, goods	611	12	-	-	118	Г, К
including under pledge**	612	-	-	-	-	
Construction in process	613	11	-	-	642	Г, К
Final product	615	-	-	-	-	
Purchased goods	616	-	-	-	-	
Shipped goods	617	-	-	-	-	
Not valuable means of labour	618	-	-	-	-	
Costs for future periods which will be written off within less than 12 months	620	59,047	-	-	66,859	
Other inventories and costs	621	-	-	-	-	

Note: * Disclosure takes place on each item if available

** information is presented by organiz-s which operation cycle time duration exceeds 12 months.

*** Ф - evaluation cost under FIFO;

Л - evaluation cost under LIFO;

С - average cost estimation;

К - original cost of each unit.

5.V.2. Reserves against decreases in the value of tangible assets

Indicator		at the beginning of accounting	Decrease in value of inventory items	Reserve recovery	Amortization in terms of inventory	balance at the end of accounting period
Name	Code	3	4	5	6	7
Total	650	-	-	-	-	-
including groups(types) of inventories						

5.VI. Receivables and payables

5.VI.1. Accounts receivable

Indicator		Balance at the beginning of accounting year	Funds**		Retirement**			Balance at the end of accounting period
Name	code		due to business operations	Interests, penalties and other charges	Repayment	Reserve with doubtful debt	Amortization	
1	2	3	4	5	6	7	8	9
Short-term								
settlements with purchasers and clients	660	53,354	920,048	-	813,318	6,499	1	153,584
OJSHC Yakutugol		3,683	66,850	-	44,941	3,910	-	21,762
Beloretsk Metallurgical Plant OAO		4,489	70,809	-	67,786	-	-	7,492
Izhstal OAO		3,220	49,965	-	48,221	-	-	4,964
Korshunov Mining Plant OAO		2,734	34,683	-	33,243	-	-	4,173
Urals Stampings Plant OAO		3,695	43,525	-	43,071	-	-	4,149
Cheiyabinsk Metallurgical Plant OAO		20,152	353,303	-	319,701	1	-	53,953
Southern Kuzbass Coal Company OAO		2,156	110,619	-	87,423	1	-	25,351
Southern Urals Nickel Plant OAO		1,150	45,865	-	36,288	-	-	10,727
Mechel Coke		5,783	71,424	-	69,140	-	-	8,067
Granted loans	670	92,228	724,620	-	804,659	-	-	12,189
Interest-free loans	671	-	-	-	-	-	-	-
Tax and revenue repayment	672	-	7,351,000	-	7,351,000	-	-	-
other essential items		-	-	-	-	-	-	-
Other	680	8,920	38,836,942	179,259	36,546,113	-	-	477,008
Total	690	154,502	47,832,610	179,260	47,517,091	6,499	1	642,781
Long-term								
settlements with purchasers and clients	691	-	-	-	-	-	-	-
Lease payment obligations	700	-	-	-	-	-	-	-
Granted loans	701	167	918	-	81	-	-	1,002
Interest-free loans	702	-	-	-	-	-	-	-
other essential items		-	-	-	-	-	-	-
Other	710	-	-	-	-	-	-	-
Total	720	167	918	-	81	-	-	1,002
From gross accounts receivable:								
liabilities of affiliated organiz-s	721	34,702	1,508,004	-	1,472,109	125	-	70,522
liabilities of related organiz-s	722	-	-	-	-	-	-	-

Note: * Disclosure takes place on each item of accounts receivable.

** Recommended to organiz-s, which receipt and amortization term of accounts receivable is considerable

5.VI.2. Overdue accounts receivable

Indicator		Total debt under agreement	Book cost(less reserve)	Term of overdue accounts receivable
Name	Code	3	4	5
By major receivables	730			
OJSHC Yakutugol		3,910	0	Oct-10
Voskhod-Khrom		1,269	0	Dec-10
Mechel Targovishte Č.A.		859	0	Jul-10
Итого		6,038	0	

5.VI.3. Reserve on doubtful debts

indicator		Balance at the beginning of accounting year	Reserve formation	Reserve retirement	Balance at the end of accounting year
Name	code	3	4	5	6
1	2	3	4	5	6
<i>By types of accounts receivable</i>	740	-	-	-	-
Reserves on doubtful debts within accounts receivable on the territory of RF (in roubles)		-	9,985	6,043	3,942
Reserves on doubtful debts within accounts receivable on the territory of Belarus (in roubles)		-	-	-	-
Reserves on accounts receivable of purchasers and clients on the territory of CIS (in roubles)		-	-	-	-
Reserves on doubtful debts within notes (in roubles)		-	-	-	-
Reserves on accounts receivable of purchasers under goods (work, services) of committent in roubles		-	-	-	-
Reserves on doubtful debts withing settlements with operating lease (in roubles)		-	-	-	-
Reserves on accounts receivable of purchasers and clients on the territory of Belarus (in currency)		-	-	-	-
Reserves on accounts receivable of purchasers and clients on the territory of CIS (in currency)		-	-	-	-
Reserves on accounts receivable of purchasers and clients on the territory of far-abroad countries (in currency)		-	3,997	2,706	1,291
Reserves on doubtful debts within notes (in currency)		-	-	-	-
Reserves on accounts receivable of purchasers under goods (work, services) of committent in currency		-	-	-	-
Reserves on doubtful debts withing settlements with operating lease (in currency)		-	-	-	-
Reserves on accounts receivable of purchasers and clients on the territory of Russia in conventional unit.		-	-	-	-
Reserves on accounts receivable of purchasers and clients on the territory of Belarus in conventional unit.		-	-	-	-
Reserves on accounts receivable of purchasers and clients on the territory of CIS (in conventional unit)		-	1,433	166	1,266
Reserves on accounts receivable of purchasers under goods (work, services) of committent in conventional unit.		-	-	-	-
Reserves on doubtful debts withing settlements with operating lease in conventional unit		-	-	-	-
Total:		-	15,415	8,918	6,497

5. VI. 4. Account payable

Indicator	Name	Code	Balance at the beginning of accounting year	Funds**		Retirement**		Conversion of long-term liabilities to short-term	Balance at the end of accounting period
				due to business operations	Interests, penalties and other charges	Repayment	Amortization		
1	2	3	4	5	6	7	8	9	
Long-term									
Credits		750	-	-	-	-	-	-	-
<i>including major creditors</i>			-	-	-	-	-	-	-
Loans		760	15,082,436	62,500,947	2,789,046	4,558,658	-	7,819,334	87,994,437
<i>including major creditors</i>			-	-	-	-	-	-	-
<i>Mechel-Finance Agreement: Loan Agreement № 421/M-08 dating 19.12.08a.</i>			3,410,439	-	323,958	330,297	-	3,404,100	-
<i>Mechel Trading Agreement: Loan agreement № 91830289 dating 06.10.08a.</i>			1,015,515	-	65,819	81,334	-	1,000,000	-
<i>Gazprombank AB ZAO Agreement: Agreement №302 M-09 dating 14.10.2009a. (reg.number 4-05-55005-E dating 20.10.2009)</i>			-	5,000,000	-	-	-	-	5,000,000
<i>Gazprombank AB ZAO Agreement: Agreement №005/M-06 dating 01.03.2006a. (reg.number 4-02-55005-E dating25.05.2006)</i>			5,000,000	-	-	-	-	-	5,000,000
<i>Ugletmetbank OAO Agreement: Agreement №356/M-09 dating 09.11.2009 on stock placing (reg.number 4B02-01-55005-E)</i>			-	5,000,000	-	-	-	-	5,000,000
<i>Joint-stock commercial Savings Bank of the Russian Federation Agreement: Agent Agreement №01-07 dating 24.07.2009a. (reg.number 4-04-55005-E dating14.05.2009)</i>			-	5,000,000	-	-	-	-	5,000,000
Lease payment debts total		770	-	-	-	-	-	-	-
<i>including major creditors</i>			-	-	-	-	-	-	-
<i>including upcoming lease payments in the following accounting period</i>		775	-	-	-	-	-	-	-
<i>including major creditors</i>			-	-	-	-	-	-	-
Other		780	-	-	-	-	-	-	-
Total		790	15,082,436	62,500,947	2,789,046	4,558,658	-	7,819,334	87,994,437
From the total sum of long-term liabilities			-	-	-	-	-	-	-
liabilities before affiliated companies		791	-	-	-	-	-	-	-
liabilities before related companies		792	-	-	-	-	-	-	-
Short-term									
Settlements with suppliers and contractors		800	6,499,125	1,540,438	438,291	1,622,508	-	-	6,954,644
<i>including major creditors</i>			-	-	-	-	-	-	-
<i>Zoneline Limited Agreement: Account dealing Agreement dating 28.10.08a.</i>			6,338,731	-	438,263	-	-	-	6,776,994
Granted notes		801	-	-	-	-	-	-	-
<i>withing contractor</i>			-	-	-	-	-	-	-
Liabilities before staff		802	6,190	367,984	-	349,181	-	-	27,973
Budget and non-budget settlements		803	537,947	1,256,623	30,274	873,034	-	-	951,870
<i>including:</i>			-	-	-	-	-	-	-
income tax		804	485,170	976,468	29,595	581,490	-	-	909,741
VAT		805	17,197	146,748	512	139,209	-	-	25,247
property tax		806	7	16	-	21	-	-	2
excise		807	-	-	-	-	-	-	-
severance tax		808	-	-	-	-	-	-	-
Uniform Social Tax		809	484	17,313	156	16,583	-	-	1,350
Premiums in Pension Fund of the Russian Federation		810	52	14,660	11	14,083	-	-	640

other taxes	811	35,057	101,420	-	121,548	-	-	14,829
Granted advances	820	51	7,393	-	7,350	-	-	94
Credits	821	-	54,645,750	1,120,961	55,766,711	-	-	-
Loans	822	61,758,225	24,126,402	3,891,885	58,686,537	-	-	66,566
other essential items								33,023,410
Other	830	2,846	27,810,828	-	27,809,488	-	-	4,186
Total	840	68,807,383	109,755,396	5,481,412	143,015,210	-	-	66,566
From the total sum of liabilities:								40,962,417
Liabilities before affiliated organiz-s	841	-	-	-	-	-	-	-
Liabilities before related organiz-s	842	-	-	-	-	-	-	-

** Recommended to organiz-s, which receipt and amortization term of accounts payable is considerable

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5.VI.5. Credit and loan features

Indicator	name	code	Sum	Term		% rate	Repayment method (A, B, F)*	Currency obligations
				General	before repayment			
1	2	3	4	5	6	7	8	
Credit		850						
including major credits								
Loans		860	45,408,260					
including major loans								
Chelyabinsk Metallurgical Plant OAO Interest loan Agreement №346a/09 dated 16.07.09a.			1,275,300	12	7	9.2	B	pyb
Southern Kuzbass Coal Company OAO Interest loan Agreement №888 IOK/09 dated 16.07.09a.			1,150,000	13	7	9.2	B	pyb
Southern Kuzbass Coal Company OAO Interest loan Agreement №1297 IOK/09 dated 07.12.09a.			1,000,000	8	7	7.2	B	pyb
Southern Kuzbass Coal Company OAO Interest loan Agreement №1299 IOK/09 dated 08.12.09a.			1,000,000	12	11	7.2	B	pyb
Mechel -Finance Interest loan Agreement № 421/M-08 dated 19.12.08a.			3,404,100	24	12	10.4	B	pyb
Mechel -Finance Interest loan Agreement dated 29.08.07a.			1,099,950	36	8	8.6	B	pyb
Zoneline Limited Loan Agreement №182/M-07 dated 24.08.07a.			42,780	37	8	2.26	B	USD
Little Echo Target Loan Agreement № 111/M-06 om 11.08.2006			30,500	37	8	4.5	B	EUR
Mechel International Holdings AG Loan Agreement №13.155-05/843-05 dated 12.07.05			199,000	64	10	4.5	B	USD
Mechel Trading LTD, Zug Shahan Loan Agreement №123/M-06 dated 04.09.06a. (% short-term)			35,923	49	8	4	B	USD
Mechel Trading LTD, Zug Shahan Loan Agreement №186/M-07 dated 29.08.07a.			23,078	37	8	4	B	USD
OJSHC Yakutugol Interest loan Agreement № 3268/Ф dated 06.07.2009a.			2,699,000	18	13	14.5	F	pyb
OJSHC Yakutugol Interest loan Agreement № 3267/Ф dated 06.07.2009a.			1,846,308	18	13	14.5	F	pyb
Skyblock Limited Interest loan Agreement № WL006/7009 dated 16.12.2009a.			1,222,300	18	17	9	B	pyb
Chelyabinsk Metallurgical Plant OAO Interest loan Agreement №348a/09 dated 16.07.09a.			1,150,000	36	31	9.2	B	pyb
Chelyabinsk Metallurgical Plant OAO Interest loan Agreement №347a/09 dated 16.07.09a.			1,250,000	24	19	9.2	B	pyb
Southern Kuzbass Coal Company OAO Interest loan Agreement №889 IOK/09 dated 16.07.09a.			1,050,000	25	19	9.2	B	pyb
Southern Kuzbass Coal Company OAO Interest loan Agreement №856 IOK/09 dated 08.07.09a.			1,000,000	25	19	14.5	B	pyb
Southern Kuzbass Coal Company OAO Interest loan Agreement №690 IOK/09 dated 16.07.09a.			1,000,000	31	25	8	B	pyb
Granted notes		870	29,222,000					
including types of notes								
Issued notes		880	20,000,000					
including types of notes								
Gasprombank AB ZAO Agreement №302 M-09 dated 14.10.2009a. (reg.number 4-05-55005-E dated 20.10.2009)			5,000,000	109	106	12.5	B	pyb
Gasprombank AB ZAO Agreement №005/M-06 dated 01.03.2006a. (reg.number 4-02-55005-E dated 25.05.2006)			5,000,000	85	42	8.4	B	pyb
Uglemetbank OAO Agreement №356/M-09 dated 09.11.2009 on stock placing (reg.number 4B02-01-55005-E)			5,000,000	37	35	12.5	B	pyb
Joint-stock commercial savings Bank of the Russian Federation Agreement, Agent Agreement №01-07 dated 24.07.2009a.			5,000,000	85	79	19	B	pyb

Note * A- occasional repayment,

B- repayment of all interests and principal sum at the term end;

F- occasional interest payment with principal sum repayment at the term end;

F- other methods

5.VI.6. Credit and loan costs

Indicator	Within long-term loans and credits	Within short-term loans and credits

Name	Code	3	4
1	2		
Credit costs total:	890	-	1,120,961
written-off for operating expenses included in asset cost		-	1,120,961
Loan costs total:	895	3,929,900	15,247,087
operating expenses as incurred included in asset value		3,929,120	15,247,087
		780	-
From general costs of loans and credits : accrued %	900	3,929,900	16,388,048
other expenses		3,792,078	2,502,808
average weighted rate*	910	137,822	13,885,441

Note *Estimated according to requirements of 29 FEB 15/01

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5.VII. Indirect liabilities and assets

5.VII.1. Future period profits

Indicator		Balance at the beginning of accounting year	Accrued	Used	Balance at the end of accounting period
Name	Code	3	4	5	6
1	2				
Total:	920	-	-	-	-
Non-repayable asset	921	-	-	-	-
Property realization before state registration	922	-	-	-	-
Exchange rate differences within short-term investments and accounts receivable	923	-	-	-	-
Penalties	924	-	-	-	-
Other	930	-	-	-	-

5.VII.2. Reserves of future expenses

Indicator		Balance at the beginning of accounting year	Accrued	Used	Resumed	Balance at the end of accounting period
Name	Code	3	4	5	6	7
1	2					
Planned expenses	940	-	41,549	22,566	-	18,983
including:						
Settlements with staff	941	-	41,549	22,566	-	18,983
Fixed asset repairs	942	-	-	-	-	-
within nature seasonal production	943	-	-	-	-	-
other essential items		-	-	-	-	-
other	950	-	-	-	-	-
Indirect liabilities	960	-	-	-	-	-
including:						
guarantee liabilities and reclamation	961	-	-	-	-	-
liquidation liabilities	962	-	-	-	-	-
Trial	963	-	-	-	-	-
Claims of tax authorities within tax audit results		-	-	-	-	-
reserves under cancelled activity	964	-	-	-	-	-
reserves under granted budget funds	965	-	-	-	-	-
other essential items	966	-	-	-	-	-
Other indirect liabilities	970	-	-	-	-	-
From the total sum of reserves under indirect liabilities :	980	-	-	-	-	-
Created expenses under types of current activity	981	-	-	-	-	-
Created under other expenses	982	-	-	-	-	-
Included in asset value	983	-	-	-	-	-
Not-used (over-absorbed) reserve sum	984	-	-	-	-	-

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5.VII.3. Contingency

Indicator	code	Sum	The probability of contingency	
			Level of probability (O,B,C,H)*	quantitative assessment
Consequence description of contingency			4	5
1	2	3		
Indirect liabilities	985			
guarantee liabilities and reclamation	986			
Trial	987			
Claims of tax authorities within tax audit results				
guarantees under 3rd party obligations	988			
guarantees under 3rd party obligations	989			
positive difference between the book cost of pledged property and the book cost of liability	990			
under cancelled activity	991			
other essential items				
other indirect liabilities	995			
Contingent assets	1000			
by essential types				

Note : *O- very high probability;
B - high probability ;
C- average probability
H- low probability.

5.VII.4 Deferred taxes

Indicator		deductible temporary difference	Deferred tax assets	taxable temporary difference	Deferred tax liabilities
Name	Code	3	4	5	6
1	2				
Balance at the end of accounting period	1010	14,031,471	3,367,553	75,060	18,612
Changes due to fixed assets review	1011	-	-	-	-
The result of tax rate change	1012	-	561,259	-	3,002
Balance at the beginning of accounting period	1013	14,031,471	2,806,294	75,050	15,010
Profit	1014	33,339,305	6,667,861	19,025	3,605
Expense	1015	(22,020,940)	(4,404,186)	(18,675)	(3,735)
Previous year results corrections	1016	-	-	-	-

Constant differences in the value of assets and liabilities	1017	-	-	-	-
Amortization without tax consequences	1018	-	-	-	-
Balance at the end of accounting period	1019	25,349,834	5,069,987	75,400	15,080

5. VIII. Guarantees

indicator		Balance at the beginning of accounting year	Balance at the end of accounting period
name	code		
1	2	3	4
Received -- total:	1020	-	-
including:	1021	-	-
notes	1022	-	-
letters of credit on shipped goods	1023	-	-
letters of credit on unexecuted shipping	1024	-	-
guarantees	1025	-	-
bank guarantees	1026	-	-
note endorsement	1027	-	-
property under pledge	1028	-	-
including:	1029	-	-
item of fixed assets	1030	-	-
inventories	1031	-	-
securities and other investments	1031	-	-
other types of property	1035	-	-
Other types	1035	-	-
Other guarantees	1036	-	-
issued under tangible obligations-- total	1037	-	-
including:	1038	-	-
notes	1039	-	-
property transferred under pledge	1040	-	-
including:	1041	-	-
items of fixed assets	1042	-	-
inventories	1042	-	-
securities and other investments	1045	-	-
other types of property	1045	-	-
Other types	1050	79,326,932	109,358,054
Other guarantees	1051	79,326,932	109,358,054
issued under 3rd party guarantees	1052	-	28,231,442
including:	1053	-	-
guarantees	1055	-	-
property under pledge	1060	-	-
note endorsements	1060	-	-
Other types	1070	-	-
Other	1070	-	-
Guarantees transferred to 3rd parties under future company's obligations	1070	-	-
including types of guarantees	1070	-	-
Guarantees , granted to 3rd parties under current company's obligations	1070	-	-
including types of guarantees	1070	-	-

5. IX. Costs by ordinary types of activity(by expense items)

Indicator		For accounting year	For previous year
name	code		
1	2	3	4
Material costs	1080	4,389	5,728
labor costs	1090	342,336	285,803
allocations for social needs	1100	29,529	21,535
Amortization	1110	11,159	15,829
Other costs	1120	780,929	692,667
Total costs	1121	1,168,362	1,021,460
Balance change(increase [+], decrease [-]):	1130	26,598	28,815
construction in progress	1131	631	(2,564)
future period expenses	1132	6,984	31,179
reserves of future costs	1133	18,983	-

Director Ploshchenko Stanislav
Aleksandrovich
(signature) (signature clarification)

Chief accountant Kalyadina Tatyana
Anatolevna
(signature) (signature clarification)

02 March 2010 r.