

ENVIRONMENTAL POLICY OF OJSC “NOVOLIPETSK STEEL” (“NLMK”)

Novolipetsk Steel (NLMK): “Efficient steel business in harmony with the environment”

Our vision. Novolipetsk Steel is one of the leading producers of steel and rolled steel products in Russia and worldwide. Our Company recognizes the significant role it plays in national and global processes of sustainable development.

Our Mission. OJSC “Novolipetsk Steel” deems essential to look after the well-being of its personnel:

- decent level of remuneration;
- safe and comfortable working environment for the Company’s employees;
- favorable ambient conditions for residents of the city of Lipetsk and Lipetsk region.

Business Strategy of OJSC “Novolipetsk Steel” in environmental protection:

- achieving a leading position among steelmaking companies, nationally and internationally, in environment protection;
- strong commitment to international requirements, national legislation, environmental management standards;
- modernization and technical upgrade of core and auxiliary production facilities;
- implementation and improvement of comprehensive approach in management inclusive of those based on International Standard ISO 14001;
- giving proper regard to public opinion while deciding on production development and expansion.

Our Environment Protection Governing Principles are:

- conducting business in a socially and environmentally responsible manner;
- using best available technologies;
- preventing environmental pollution;
- environmentally friendly approach towards nature components (water, soil, plants);
- reducing generation and accumulation of wastes during production and consumption.

Goals of NLMK’s environmental activities:

- quality of environment;
- resource saving;
- low-waste production.

NLMK’s personnel voluntarily undertakes to achieve the stated targets by:

- conscious and unconditional compliance with technological discipline;
- ensuring skills development of our employees working at main and auxiliary production facilities engaged in maintenance of environmental equipment;
- prevention of emergencies related to negative impact on environment;
- development and implementation of projects aimed at reduction of negative impact on the environment;
- consistent fulfillment of Technical Upgrade Programmes;
- control and analysis of efficiency of environment protection activities.

Management of the Company recognizes its responsibility and commitment to ensure provision of adequate resources and realization of the Environmental Policy.

Vladimir Nastich

General Director of OJSC “Novolipetsk Steel” (“NLMK”)

Introduced by Order of NLMK’s General Director # 566 dd. 30.08.2005