

Information for Shareholders and Investors continued

GDS price performance at LSE in 2008 (USD)



The amount of dividends payable for the defined period as proposed by the Board of Directors shall be approved by shareholders and depends, among others, on the financial standing of the Company, its performance, cash flow, forward-looking projections, overall economic environment and other considerations.

Declared dividends are paid to shareholders within 90 days of the date of their declaration, unless a decision made at the General Meeting of Shareholders approving dividend payments stipulates a shorter time-frame.

Dividends per GDS

Any dividends payable on share ownership which is certified by Global Depository Shares shall be declared and paid to the Depository Bank in Russian rubles or foreign currency, and shall be converted by the Depository into US dollars (whenever dividends are paid in any currency other than US dollars) and distributed to GDS holders net of Depository Bank fees and expenses.

Proposals Regarding Distribution of Profits

The Board of Directors of NLMK Group recommended that the General Meeting of Shareholders to declare dividends for 2008 in the amount of RUR2.0 per ordinary share.

Shares Issued	5,993,227,240
Dividends per 1 ordinary share with par value of RUR1, rubles (projected)	2.0
Total dividends payable for 2008 (projected) RUR	11,986,454,480

The Board of Directors has recommended that the general shareholders' meeting approve a decision to declare dividends for 2008 on ordinary issued shares in the amount of RUR2.0 in cash per ordinary share (1 GDS = 10 ordinary shares). In

view of interim dividends of 2.0 rubles per share declared for and fully paid in the first half of 2008, the Board of Directors recommends no payment of dividends for the second half of 2008. The decision is fully in line with the dividend policy of NLMK.

Board of Directors recommended to allocate the profit that remained after dividends payments for the realization of capex programme and dividend payments in the subsequent periods.

Dividend per Share

Year		Dividend per Share	Declaration Date	Total Amount of Dividend Declared	Dividend/Net Income
2002	Full Year	RUR 312.5 (USD 10.3010)	27.06.03	RUR 1,871,012,500 USD 61.675 million	18%
	2003	Full Year	RUR 0.6045 (USD 0.0208)	25.06.04	RUR 3,622,905,867 USD 124.834 million
2004	Full Year	RUR 1.8 (USD 0.0643)	20.05.05	RUR 10,787,809,032 USD 385.556 million	22%
	of which 9 months interim	RUR 1 (USD 0.0357)	03.12.04	RUR 5,993,227,240 USD 214.081 million	
2005	Full Year ¹	RUR 3 (USD 0.1101)	06.06.06	RUR 17,979,681,720 USD 659.573 million	48%
	of which 6 months interim	RUR 1 (USD 0.0352)	26.09.05	RUR 5,993,227,240 USD 210.792 million	
2006	Full Year ¹	RUR 3 (USD 0.1140)	05.06.07	RUR 17,979,681,720 USD 683.226	33%
	of which 6 months interim	RUR 1.5 (USD 0.0561)	29.09.06	RUR 8,989,840,860 USD 336.071 million	
2007	Full Year	RUR 3 (USD 0,1231)	06.06.08	RUR 17,979,681,720 USD 737,682 million	33%
	of which 6 months interim	RUR 1,5 (USD 0,0601)	28.09.07	RUR 8,989,840,860 USD 360,142 million	
2008	Full Year (project)	RUR 2 (USD 0,0786)		RUR 11,986,454,480 USD 471,338 million	21%
	of which 6 months interim	RUR 2 (USD 0,0786)	19.09.08	RUR 11,986,454,480 USD 471,338 million	

¹ In accordance with the NLMK Dividend Policy, net gains from disposals of financial investments in equities, which do not offer significant influence or control over their issuers, may be directed in full to payment of dividends provided there is no need to raise cash for investment purposes. In Q1 of 2006, NLMK sold a minority stake in Lebedinsky GOK. Notwithstanding that the disposal occurred in Q1 of 2006, the Annual General Meeting of Shareholders held on June 6, 2006 approved the decision to use the proceeds to pay dividends for 2005.

Share Capital Structure as of December 31, 2008

Beneficiary	Share, %
Controlling Shareholder	84.61
Global Depository Shares Traded on the London Stock Exchange	8.45
Other Shareholders	6.94

Corporate Documents

Company corporate documents, including its Charter, may be found on the Company website: www.nlmksteel.com

Financial Reporting

The Company posts its notices of results on the LSE web-site via Regulatory News Service (RNS) and then publishes them on its website as press releases and distributes them among the media.

The Company publishes its financial performance indicators on a quarterly basis.

The Company's annual report is published electronically on its website, www.nlmksteel.com, on the day of its official publication, which the Company announces in a special press release. Our annual report in hardcopy is available upon request at the Shareholder Register's office and our PR consultants in London.

Contacts**Shareholder Register**

The register of our shareholders is maintained by OJSC 'RNR Agency' (assignee of the R-Stinol LLC).

Registered address:
10B 9th May St.,
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398017

Depository Bank

New York Headquarters
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London Headquarters:
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Information for Shareholders and Investors continued

NLMK Subsidiaries and Affiliates as of December 31, 2008

Company Name	Location	Activity	NLMK's Share in Charter Capital (%)
Subsidiaries			
1. NLMK International B.V.	Amsterdam, The Netherlands	Holding Company, holds shares in subsidiary production and trading companies, manages subsidiaries, provides financing	100
2. Top Gun Investment Corp.II	32 West Loockerman Street, Suite 201, City of Dover, County of Kent 19904, State of Delaware, USA	Holds shares in subsidiary production and trading companies, manages subsidiaries, provides financing	100
3. Novolipetsky Metallurg Resort	25 Chekhova St., Morskoye Village, Sudak, Crimea Autonomous Republic, 334886 Ukraine	Rest and recreation services, health and rehabilitation facility	100
4. NLMK Construction and Assembly Trust LLC	2 Fanernaya St., Lipetsk, 398017 Russia	Contracting of industrial, housing, utilities, services, and road construction works, construction of health facilities, urban natural gas supply lines	100
5. Novolipetsky Private Security Firm LLC	8 Ferrosplavnaya St., Lipetsk, 398040 Russia	Security of individuals, protection of assets (including during their transportation) owned, held, used, operated, entrusted or otherwise	100
6. VIZ-Stal LLC	28 Kirova St., Yekaterinburg, 620219 Russia	Production and marketing of electrical steel	100
7. Vtormetsnab NLMK LLC	2 Metallurgov Sq., Lipetsk, 398040 Russia	Collection, processing and sales of ferrous scrap	100
8. Vtorchermet NLMK LLC	2 Metallurgov Sq., Lipetsk, 398040 Russia	Collection, processing and sales of ferrous and non-ferrous scrap	100
9. Karamyshevskoye LLC	1 Tsentralnaya Sq., Karamyshevo Village, Gryazinsky District, Lipetsk Region, 399077 Russia	Production and processing of agricultural produce	100
10. Lipetsk Insurance Company Chance LLC	30 Nedelina St., Lipetsk, 398059 Russia	Insurance underwriting	100
11. Independent Transport Company LLC	32A Leninsky Prospekt, Moscow, 119991 Russia	Cargo transportation and other transportation and forwarding services	100
12. Novolipetskoye LLC	Tyushevka Village, Lipetsk District, Lipetsk Region, 398502 Russia	Production and processing of agricultural produce	100
13. Steel LLC	1 Lenina St., Uglich, Yaroslavl Region, 152620 Russia	Raw materials, supplies, scrap for steel-making	100
14. NLMK Trading House LLC	Building B, 1/15 Kotelnicheskaya nab., Moscow, 109240 Russia	Consolidated purchases of raw materials and inputs, sales of NLMK group by-products	100

Company Name	Location	Activity	NLMK's Share in Charter Capital (%)
Subsidiaries (continued)			
15. Altai-koks OJSC	Zarinsk, Altaysky Kray, 659107 Russia	Production and marketing of coke and by-products, generation and marketing of heat and electric power	100
16. Dolomite OJSC	1 Sverdlova St., Dankov, Lipetsk Region, Russia	Dolomite mining and processing	100
17. Stoilensky GOK OJSC	Sary Oskol, Belgorod Region, Russia	Mining and processing of iron ore and other minerals	100
18. Studenovskaya Joint Stock Mining Company OJSC	4 Gaydara St., Lipetsk, 398008 Russia	Production of fluxing limestone for steel-making, process limestone for the sugar industry, lime-containing materials and crushed stone for construction and roads	100
19. Larmet LLC	44/28 Studencheskaya St., Moscow, 121165 Russia	Wholesale steel and steel products trade	99.98
20. Vimet LLC	2 Metallurgov Sq., Lipetsk, 398040 Russia	Wholesale in raw materials for steel-making, steel products wholesaler	99.97
21. Commercial Sea Port of Tuapse OJSC*	2 Morskoy Blvd., Tuapse, Krasnodarsky Kray, 352800 Russia	Cargo handling, servicing of Russian and foreign vessels	69.41
22. Lipetsky Gipromez OJSC	1 Kalinina St., Lipetsk, 398600 Russia	Design and survey operations	57.57
23. North Oil and Gas Company OJSC	Building 1, 14 Spartakovskaya Sq., Moscow, 105082 Russia	Prospecting and exploration of oil and gas fields	51
24. Maxi-Group OJSC	18 3rd Yamskogo Polya St., Moscow, 125040 Russia	Consulting services, corporate financial management	50.00005
Affiliates			
1. Neptune LLC	Office 35, 1C Adm. Makarova St., Lipetsk, Russia	Wellness services	25

Note: List includes only direct NLMK subsidiaries and affiliates.

* In January 15, 2009, NLMK closed the deal to sell its 69.41% stake in Tuapse Sea Port (TMTP) to the Universal Cargo Logistics Holding B.V.