

Pavel Skitovich, CEO



We know the worth of gold

**POLYUS GOLD.
GROWTH FOR VALUE: GREAT DISCOVERIES
AND ON-GOING DELIVERY.**

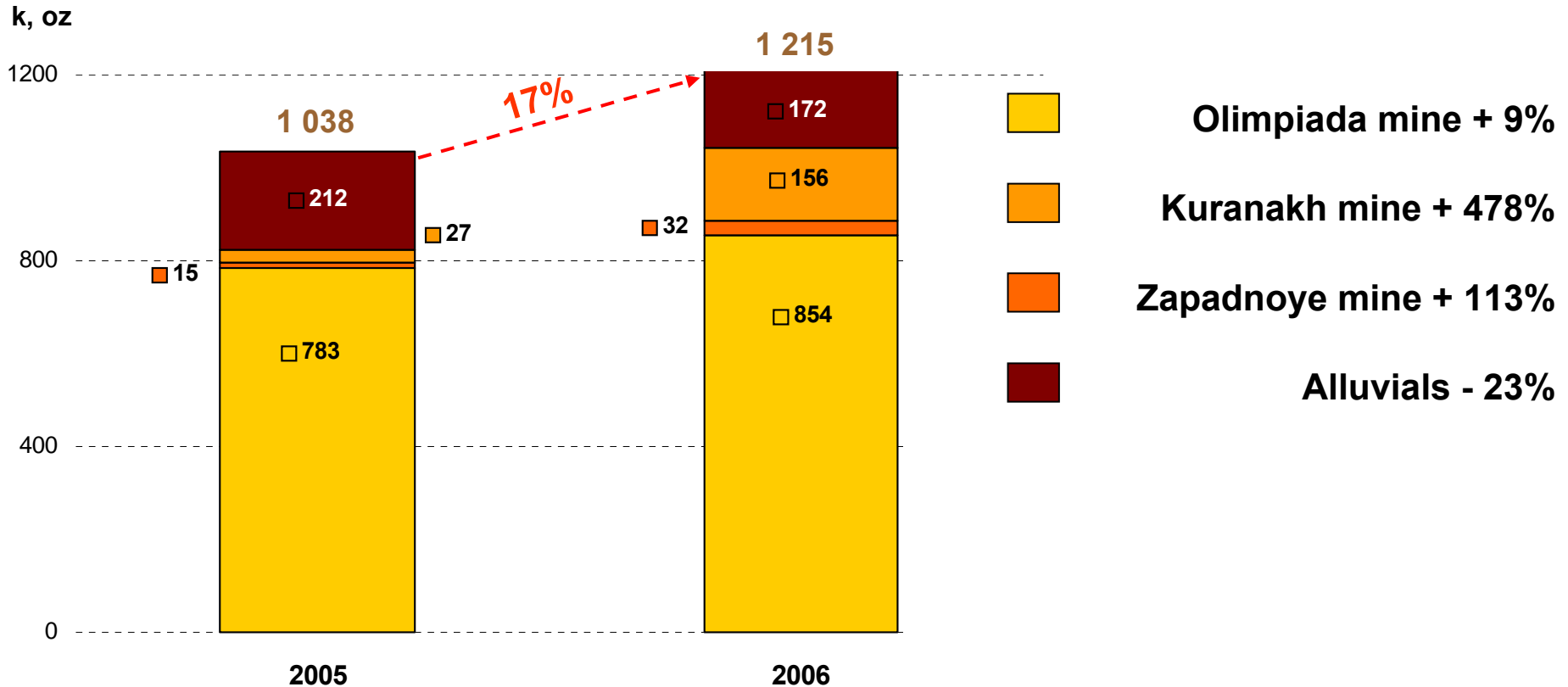
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POLYUS GOLD: OVERVIEW

- Russia's largest gold miner – 25% market share by production output
- A public company with a free float of approx. 49%, listed and traded in Russia (RTS & MICEX), UK (LSE Main Board) and the U.S. (OTC).
- Market cap as of June'07 about US\$7 billion, 7th largest globally
- Target set to management to be TOP 5 globally by 2015
- Outstanding mineral resources base:
 - 96 m oz of Russian balance reserves (B+C1+C2)
 - 50.8 m oz of Proved & Probable reserves (JORC)
- Production'06: 1.2 million oz
- Strong financial performance:
 - gold sales of US\$735 million
 - EBITDA of US\$299 million
 - operating profit of US\$212 million

2006 PRODUCTION: MEETING THE TARGETS

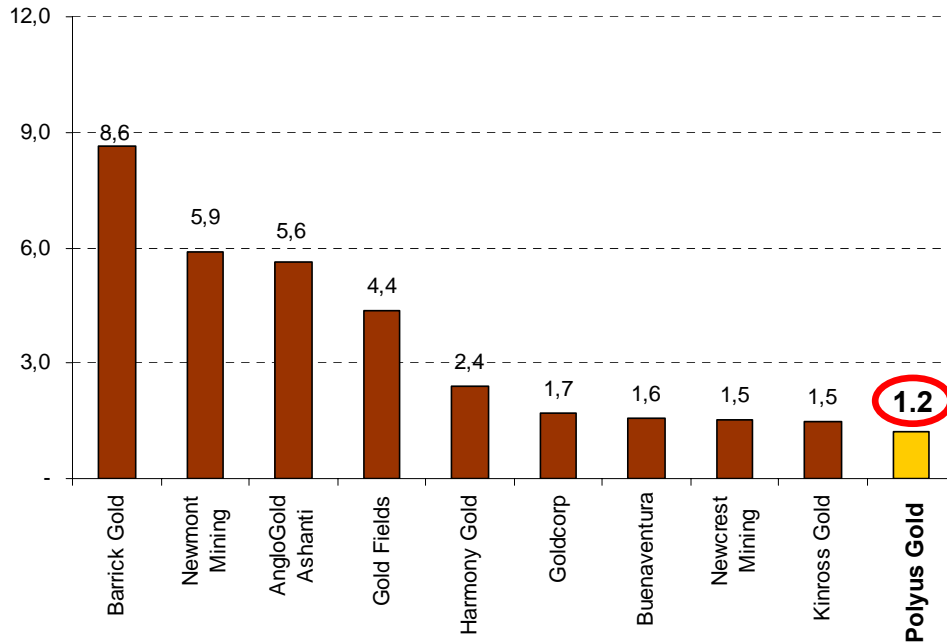


 **17% year-on-year increase of production comes from Kuranakh mine acquisition and organic growth at Olimpiada mine**

2006 PERFORMANCE: EMERGING TOP 10 GLOBAL PLAYER

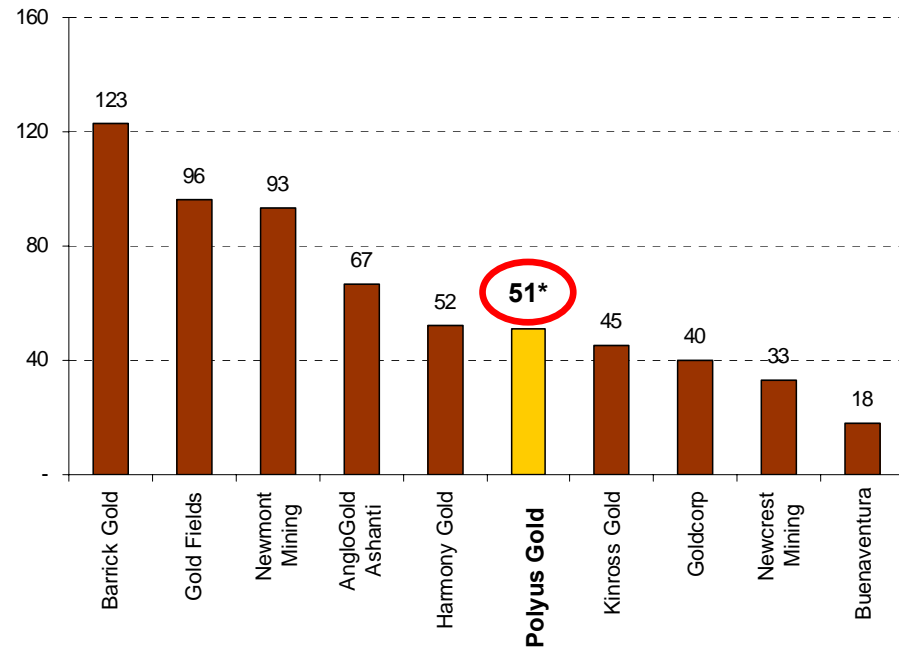
10th largest gold producer

2006 Top 10 Global Gold Producers, m oz



6th largest reserves

2006 Top 10 Global P&P Reserves (JORC), m oz

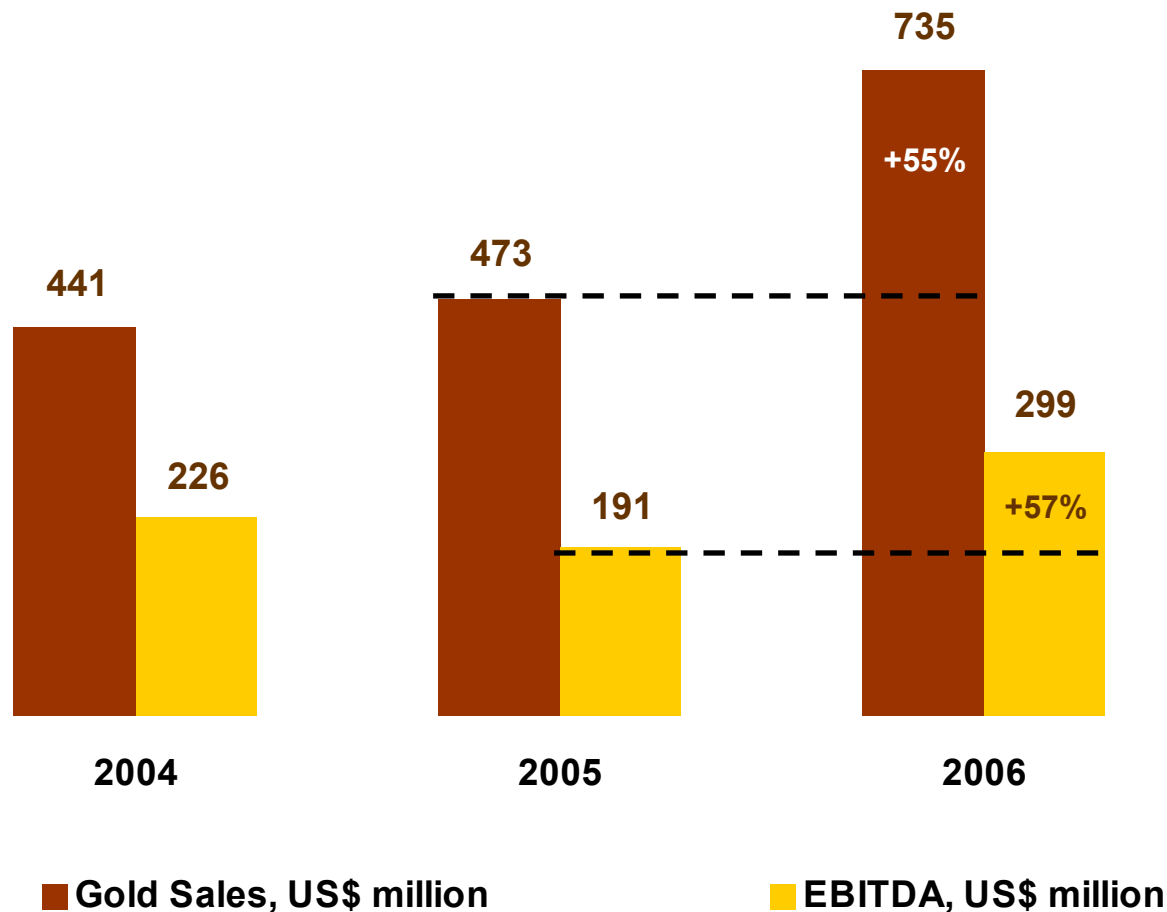


1215 k oz of Au produced in 2006 emerging PLZL as TOP-10 global producer

4x increase of the audited P&P reserves for the last two consecutive years with 50.8 million oz by the end of 2006.

*As for 100% ownership

STRONG FINANCIAL PERFORMANCE

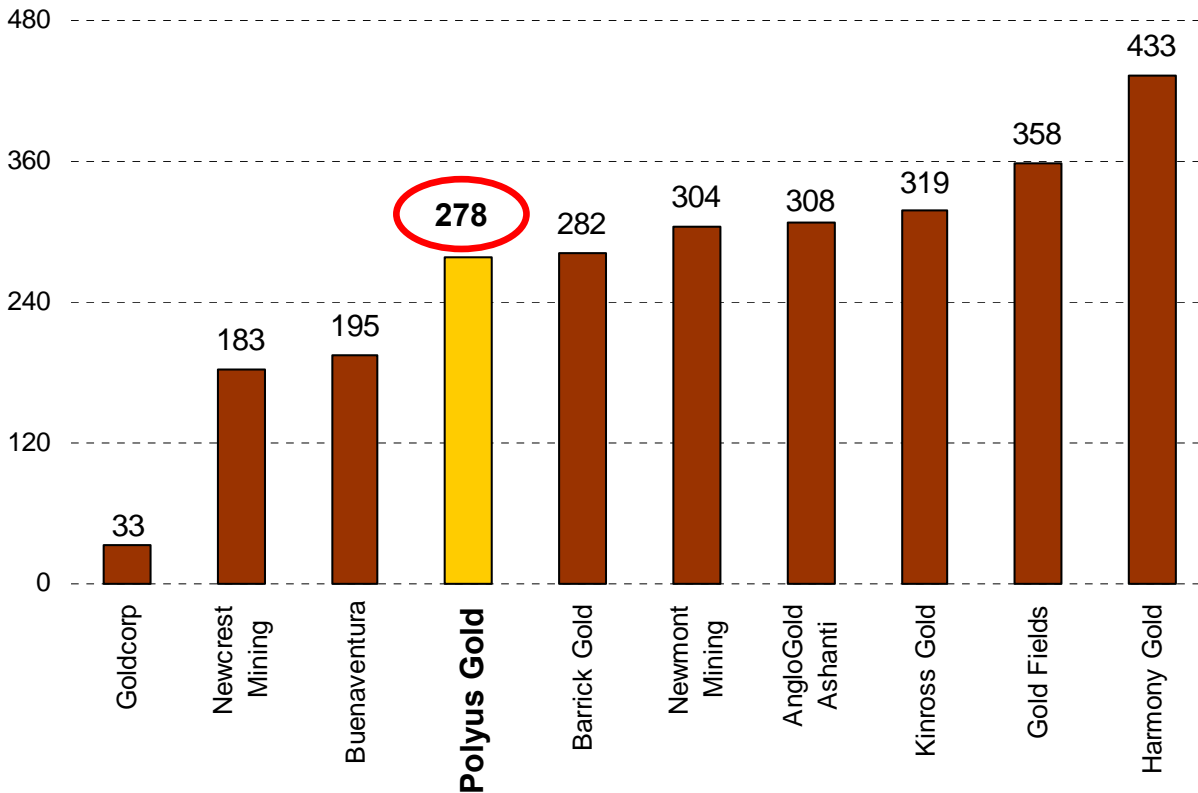


● Earnings per share* = US\$0.76 for the first year in the market

* - basic and fully diluted

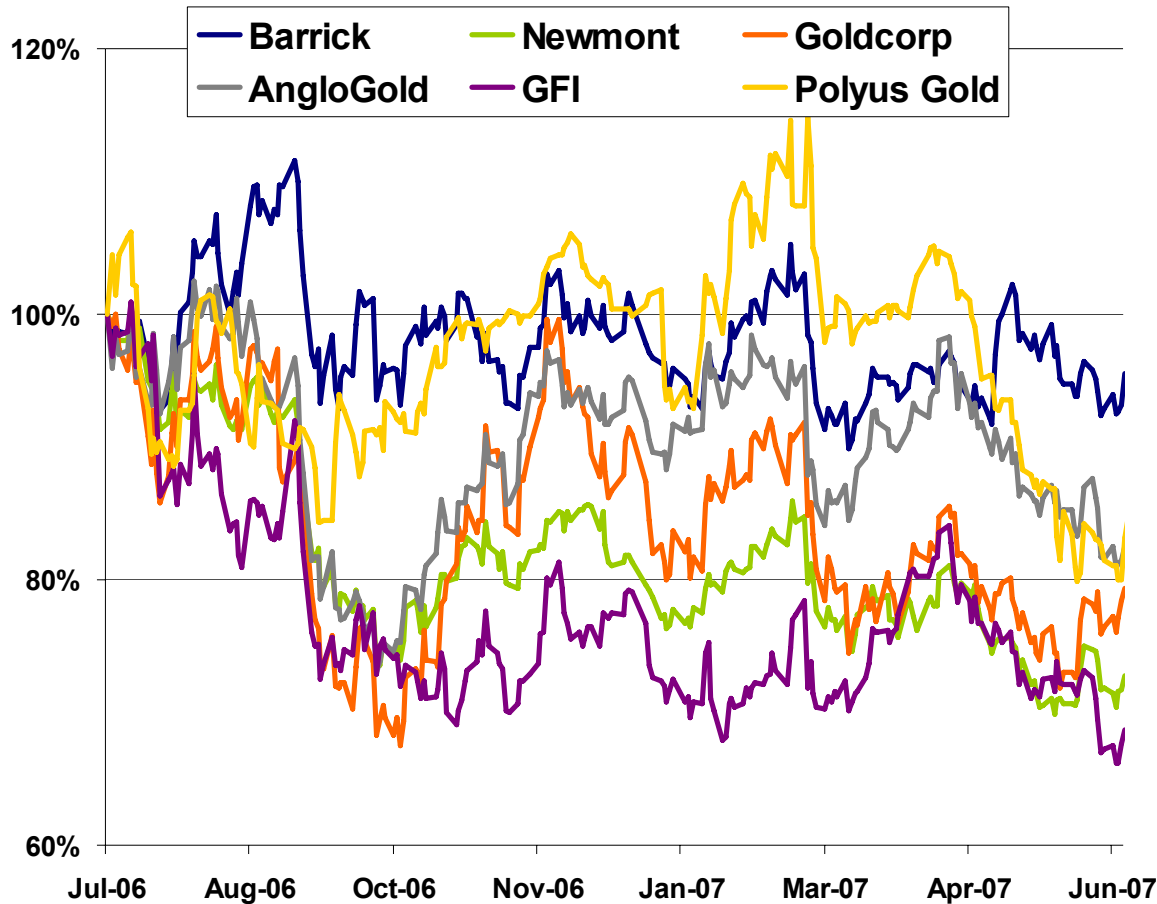
TOTAL CASH COSTS: IN LINE WITH THE INDUSTRY

TCC: Polyus Gold vs. Global TOP-10, US\$/oz



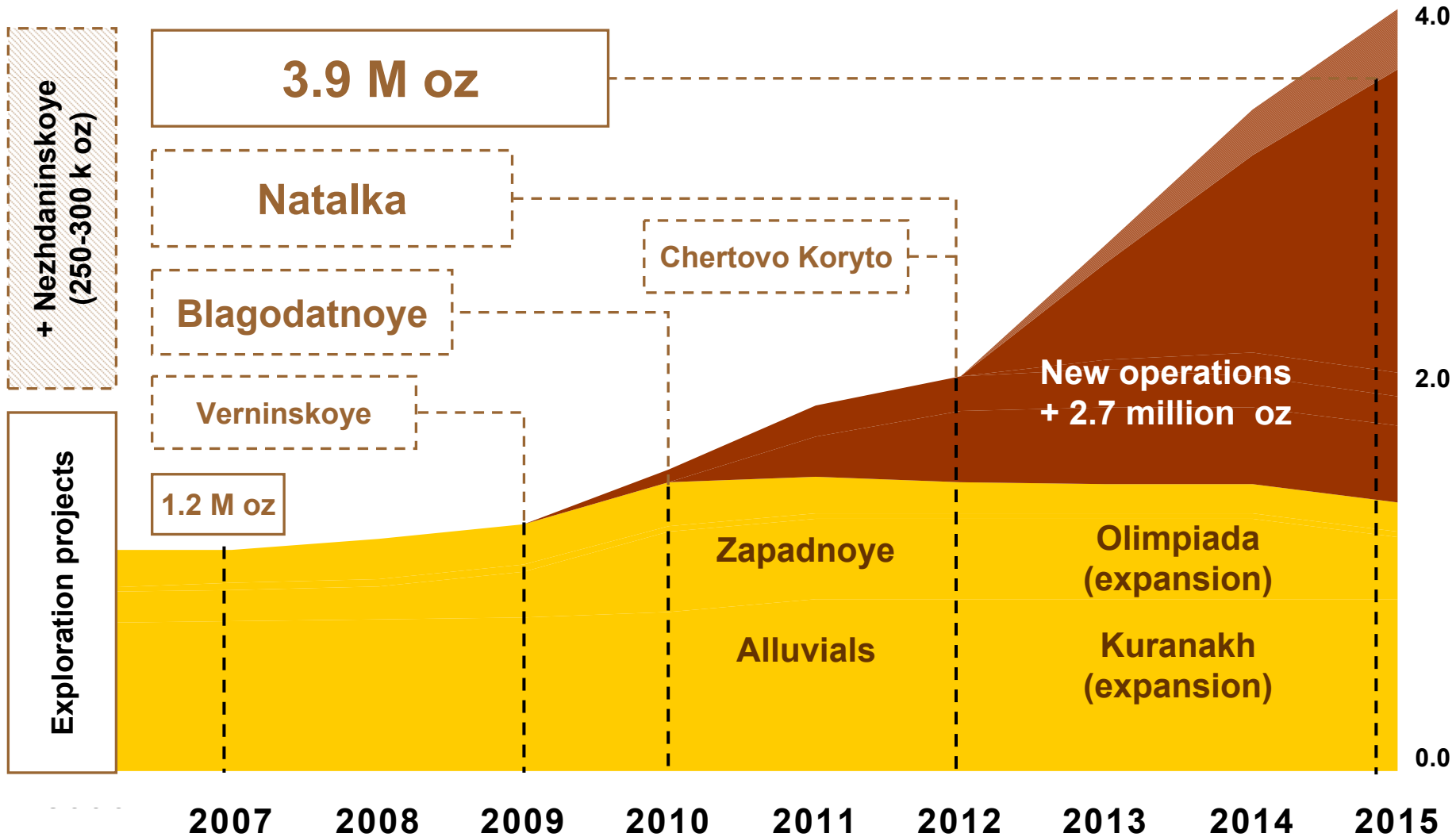
- Polyus Gold TCC for 2006 are in the lower end of the sector
- 33% y-o-y increase in line with the TOP-10 global producers average
- Business rationale: changing of mining conditions at the flagship Olimpiada as well as domestic inflation and exchange rates

CHALLENGING SHARE PERFORMANCE



- **Majors' stock went down since March 2007 as well as PLZL**
- **Polyus Gold case: the negative industry trend coincided with the drop of the Russian market and the RTS index**
- **Now: unique chance of investing in a producer with a strong growth potential, huge reserves, unhedged balance with zero debt and outstanding exposure to the Russian gold sector**

UNPRECEDENTED ORGANIC GROWTH PROFILE



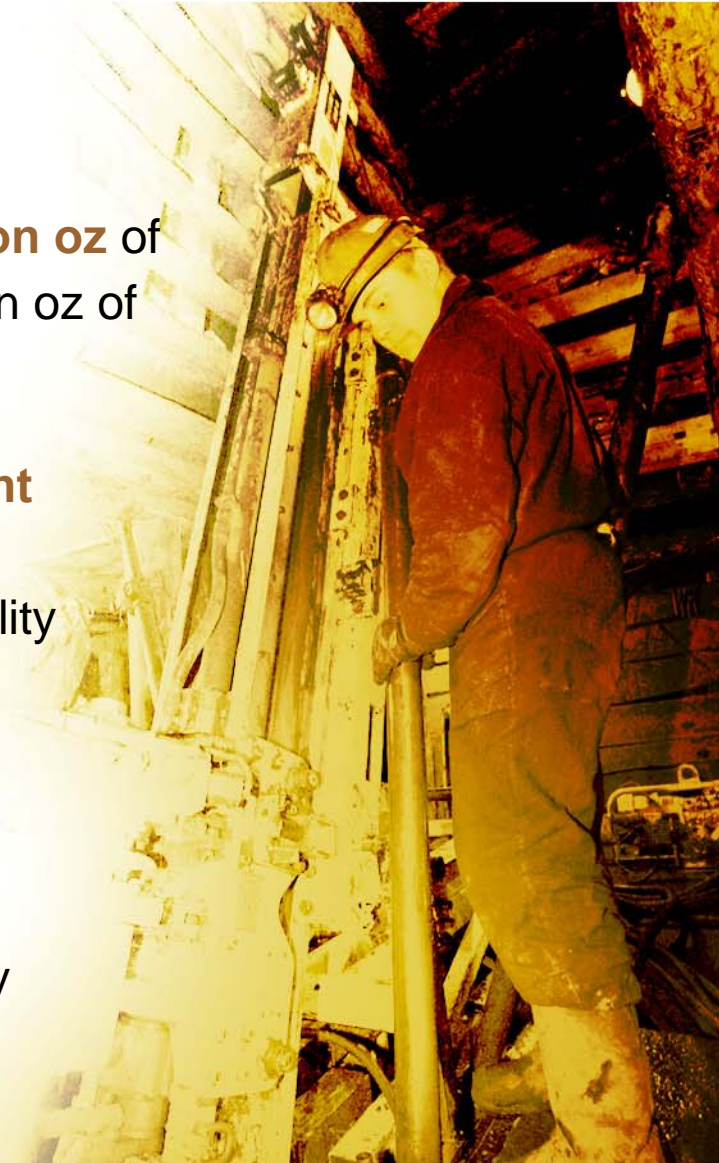
PROJECT UPDATE: BLAGODATNOYE

- Construction of on-site infrastructure for 1000 workers to be in place by the end of 2007
- Land property rights cleared
- Total CapEx for 2007: **US\$15.3 million**
- **Feasibility Study** to be completed by the end of 2007



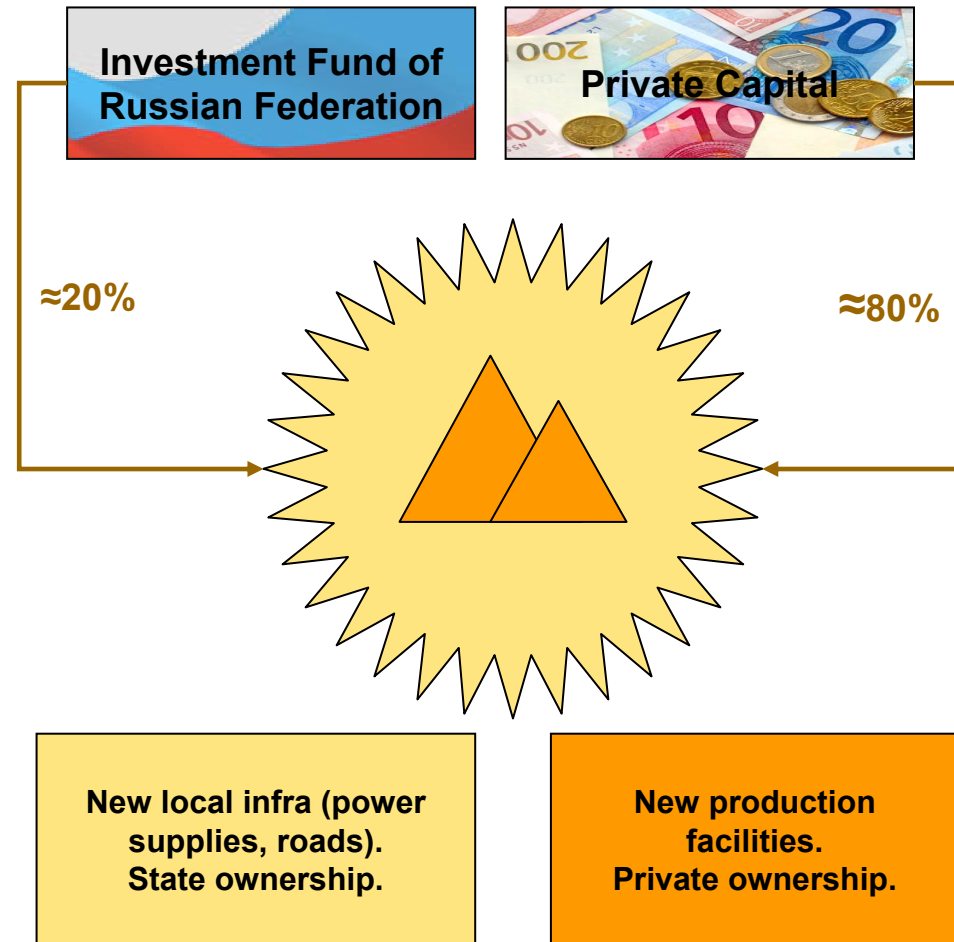
PROJECT UPDATE: NATALKA

- GKZ approved Scoping Study and listed **48 million oz** of Russian B+C1+C2 “balance” reserves (+11 million oz of “off-balance” reserves) in December 2006
- International engineering companies led by **Knight Piesold Consulting** hired to assist in the development of Pre-Feasibility (PFS) and Feasibility (FS) studies:
 - Pre-Feasibility Study schedule: **2H 2007**
 - Feasibility Study schedule: **2007-2008**
- International audit of reserves by JORC underway



PARTNERSHIP WITH THE INVESTMENT FUND

- Polyus Gold projects were first presented at the Russian Economic Forum in St.Petersburg
- Polyus Gold applies with 2 projects to the Governmental Commission in 2007:
 - **Natalka** (local power supply line), US\$235 million
 - **Nezhdaninskoye** (new road, local power supply line), US\$330 million
- Russian State Investment Fund established to finance development projects in the regions
- 2007 amount estimated as RuR110 billion (US\$4.3 billion)
- This presents a unique opportunity for the business to minimize CapEx for large scale projects



STRATEGIC OBJECTIVES FOR 2007

- Unique exploration portfolio – new world class discoveries:
 - Submission of **Chertovo Koryto** (Irkutsk) and **Titimukhta** (Krasnoyarsk) exploration results to the GKZ in Q3 2007
- On-going delivery of corporate development and new projects:
 - Launch of the **new 5 mtpa mill** at Olimpiada (Krasnoyarsk), 99% ready
- Pro-active **international M&A** position
- Open for **JVs** with strong mining expertise
- Implementation of the extensive **cost management** system



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Shares Outstanding	173 million
Market Cap	US\$7 billion (as of June 2007)
PLZL:	RTS & MICEX (local shares)
PLZL:	LSE, Main Market (ADRs)
OPYGY:	OTC (ADRs)