

SUPPLEMENT TO ACCOUNTING BALANCE SHEET
For the period from January 1 to December 31, 2006

		Form No. 5 per OKUD	CODES	
		Date (year, month, day)	2007	03 27
Organization: Mechel OAO		per OKPO	14582388	
Taxpayer Identification Number		INN	7703370008/997550001	
Line of business	commercial operations and management consultations, investments into securities	per OKVED	74.14,65.23.1	
Legal status		per OKOPF/OKFS	47	34
Open Joint Stock Company	private	per OKEI	384	
Measurement unit: RUR thousand				

Intangible Assets

Item		Availability at the beginning of reporting year	Received	Retired	Availability at the end of reporting period
Description	Code				
1	2	3	4	5	6
Intellectual property items (exclusive rights to intellectual property results)	010	81 377	-	-	81 377
Including:					
Patent-holder's rights to inventions, industrial prototypes, useful models	011	-	-	-	-
Right-holder's rights to computer software, databases	012	-	-	-	-
Right-holder's rights to integrated circuit topologies	013	-	-	-	-
Owner's rights to trade marks and service marks, names of places of origin of goods	014	81 377	-	-	81 377
Patent-holder's rights to selection fruits	015	-	-	-	-
Administrative expenses	020	-	-	-	-
Business reputation of the entity	030	-	-	-	-
	035	-	-	-	-
Other intangible assets	040	-	-	-	-

Item		At the beginning of reporting year	At the end of reporting period
Description	Code		
1	2	3	4
Depreciation of intangible assets – Total	050	18 882	34 007
Including:			
Trade mark, Certificate No. 124790	051	1 926	3 466
Trade mark, Certificate No. 88202	052	2 794	5 030
Trade mark, Certificate No. 88203	053	2 794	5 030
Trade mark, Certificate No. 88705	054	2 830	5 093
Trade mark, Certificate No. 88706	055	2 852	5 132
Trade mark, Certificate No. 88876	056	2 795	5 030
Trade mark, Certificate No. 100071	057	701	1 262
Trade mark, Certificate No. 285609	058	7	17
Trade mark, Certificate No. 285610	059	7	17
Trade mark, Certificate No. 285611	060	7	17
Trade mark, Certificate No. 285626	061	7	17
Trade mark, Certificate No. 285627	062	7	17
Trade mark, Certificate No. 94623	063	753	1 355
Trade mark, Certificate No. 100070	064	701	1 262
Trade mark, Certificate No. 99372	065	701	1 262

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Fixed Assets

Item		Availability at the beginning of reporting year	Received	Retired	Availability at the end of reporting period
Description	Code				
1	2	3	4	5	6
Buildings	070	-	-	-	-

Structures and transfer devices	075	-	-	-	-
Machines and equipment	080	16 936	96	(22)	17 010
Means of transportation	085	-	-	-	-
Production tools and implements	090	13 207	-	-	13 207
Draft livestock	095	-	-	-	-
Productive livestock	100	-	-	-	-
Perennial crops	105	-	-	-	-
Other types of fixed assets	110	58	24	(2)	80
Land plots and environmental management facilities	115	-	-	-	-
Capital investments into soil reclamation	120	-	-	-	-
Total	130	30 201	120	(24)	30 297

Item		At the beginning of reporting year	At the end of reporting period
Description	Code		
1	2	3	4
Depreciation of fixed assets – Total	140	12 820	19 955
Including:			
Buildings and structures	141	-	-
Machines, equipment, means of transportation	142	8 222	12 971
Other	143	4 598	6 984
Fixed assets transferred under lease agreements – Total	150	-	-
Including:			
Buildings	151	-	-
Structures	152	-	-
	153	-	-
Fixed assets transferred into long-term storage	155	-	-
Fixed assets received under lease agreements – Total	160	-	-
Including:			
	161	-	-
Real properties received into operation and currently undergoing the state registration procedure	165	-	-
For reference purposes only:	Code	At the beginning of reporting year	At the beginning of preceding year
	2	3	4
Revaluation of fixed assets			
Acquisition (replacement) cost	171	-	-
Depreciation	172	-	-
	Code	At the beginning of reporting year	At the beginning of reporting period
	2	3	4
Change in the value of fixed assets resulting from additional construction, installation of additional equipment, reconstruction, partial liquidation	180	-	-

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Income-Bearing Investments in Tangible Assets

Item		Availability at the beginning of reporting year	Acquisitions	Disposals	Availability at the end of reporting period
Description	Code				
1	2	3	4	5	6
Assets prior to transfer under leasing agreements	210	-	-	-	-
Assets granted under hire agreements	220	-	-	-	-
	230	-	-	-	-
Other	240	-	-	-	-
Total	250	-	-	-	-
	Code	Availability at the beginning of reporting year	Availability at the end of reporting period		
	2	3	4		
Depreciation of income-bearing investments in tangible assets	260	-	-		

Research, Development and Technological Works Expenses

Item		Availability at the beginning of reporting year	Acquisitions	Disposals	Availability at the end of reporting period
Description					
1	2	3	4	5	6
Total	310	-	-	-	-
Including:					
	311	-	-	-	-
	312	-	-	-	-
			Code	At the beginning of reporting year	At the end of reporting period
			2	3	4
For reference purposes only:			320	-	-
Expenses related to research, development and technological works in progress					
			Code	Reporting period	Similar period of preceding year
			2	3	4
Expenses related to research, development and technological works which did not generate positive results and were charged to non-operating expenses			330	-	-

Expenses Related to Development of Natural Resources

Item		Balance at the beginning of reporting period	Received	Written Off	Balance at the end of reporting period
Description					
1	2	3	4	5	6
Expenses related to development of natural resources – Total	410	-	-	-	-
Including:					
	411	-	-	-	-
	412	-	-	-	-
			Code	At the beginning of reporting year	At the end of reporting year
			2	3	4
For reference purposes only:			420	-	-
Expenses related to sections of subsoil assets where prospecting and evaluation, exploration and/or hydro-geological survey and other similar works are still in progress					
Expenses related to development of natural resources charged during the reporting period to non-operating expenses due to the lack of tangible results			430	-	-

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Financial Investments

Item		Long-term		Short-term	
Description	Code	At the beginning of reporting year	At the end of reporting period	At the beginning of reporting year	At the end of reporting period
1	2	3	4	5	6
Contributions to charter (share) capitals of other entities – Total	510	798 967	803 321		
Including contributions to subsidiary and controlled companies	511	-	-	-	-
State and municipal securities	515	-	-	-	-
Securities of other issuers – Total	520	23 843 994	58 745 746	864 635	-
Including debt securities (bonds, bills)	521	-	-	864 635	-
Loans extended	525	1 670 000	2 492 000	-	-
Deposits	530	-	-	-	-
Other	535	-	-	-	-

Total	540	26 312 961	62 041 067	864 635	-
Out of total, financial investments with current market value					
Contributions to charter (share) capitals of other entities – Total	550	-	-	-	-
Including contributions to subsidiary and controlled companies	551	-	-	-	-
State and municipal securities	555	-	-	-	-
Securities of other issuers – Total	560	19 868 514	56 151 534	864 635	-
Including debt securities (bonds, bills)	561	-	-	864 635	-
Other	565	-	-	-	-
Total	570	19 868 514	56 151 534	864 635	-
For reference purposes only:					
With respect to financial investments with current market value, change in value following readjustment	580	762 559	34 880 751	-	-
With respect to debt securities, difference between acquisition cost and par value is charged to the financial results of the reporting period	590	-	-	-	-

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Accounts Receivable and Accounts Payable

Item		Balance at the beginning of reporting year	Balance at the end of reporting period
Description	Code		
1	2	3	4
Accounts receivable:			
Short-term – Total	610	449 520	122 779
Including:			
Buyers and customers	611	261 128	34 638
Advances granted	612	132 568	61 970
Other	613	55 824	26 171
Long-term – Total	620	-	198
Including:			
Buyers and customers	621	-	-
Advances granted	622	-	198
Other	623	-	-
Total	630	449 520	122 977
Accounts payable:			
Short-term – Total	640	354 528	560 118
Including:			
Suppliers and contractors	641	7 070	18 630
Advances received	642	561	104
Taxes and duties	643	2 711	8 113
Credits	644	-	-
Loans	645	281 360	514 546
Other	646	62 826	18 725
Long-term – Total	650	8 385 448	13 542 617
Including:			
Credits	651	-	-
Loans	652	8 383 202	13 541 398
Other	653	2 246	1 219
Total	660	8 739 976	14 102 735

Expenses Related to Standard Operations (with a breakdown by cost items)

Item		Reporting year	Preceding year
Description	Code		
1	2	3	4
Material costs	710	2 399	300 310
Labor costs	720	252 009	294 030
Social benefits	730	24 199	25 889
Depreciation	740	22 260	21 748
Other costs	750	413 813	64 759
Total cost items	760	714 680	706 736
Change in balances (increase [+], decrease [-]):			
Work in progress	765	(23704)	(2182)
Future expenses	766	20 385	30 172

Provisions for anticipated payments

767

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Security

Item		Balance at the beginning of reporting year	Balance at the end of reporting period
Description 1	Code 2	3	4
Received – Total	810	-	-
Including:			
Bills	811	-	-
Assets pledged to reporting entity	820	-	-
Including:			
Fixed assets	821	-	-
Securities and other financial investments	822	-	-
Other	823	-	-
	824	-	-
Granted – Total	830	3 611 469	1 137 211
Including:			
Bills	831	-	-
Assets pledged	840	-	-
Including:			
Fixed assets	841	-	-
Securities and other financial investments	842	-	-
Other	843	-	-
	844	-	-

Government Assistance

Item		Reporting period		Similar period of preceding year	
Description 1	Code 2	3		4	
Budget funds received during reporting year – Total	910	-		-	
Including:					
	911	-		-	
	912	-		-	
	913	-		-	
		At the beginning of the rep. year	Received during the rep. period	Returned during the rep. period	At the end of the rep. period
Budget loans – Total	920	-	-	-	-
Including:					
	921	-	-	-	-
	922	-	-	-	-
	923	-	-	-	-

Chief
Executive
Officer

(signature)

I. V. Zyuzin

(name)

Chief Accountant

(signature)

E. L. Kryazhevskikh

(name)

March 27, 2007