

EQUITY CHANGES STATEMENT

For the period from January to December 2007

Organization: **Mechel OAO**
Taxpayer Identification Number _____
Line of business **commercial operations and management**
consultations, investments in securities
Legal status / Type of ownership _____
Open Joint Stock Company / Private
Measurement unit: **RUR thous.**

Date (year, month, day)

INN

per OKOPF/OKFS

CODES		
0710003		
2008	03	25
14582388		
7703370008/997550001		
74.14,65.23.1		
47	34	
384		

I. Changes in Owner's Equity

Item		Charter Capital	Surplus Capital	Reserve Capital	Retained Profit (Uncovered Loss)	Total
Description	Code					
1	2	3	4	5	6	7
Balance as of December 31 of the year	010	4,162,707	6,023,340	208,135	8,763,441	19,157,623
2006						
(preceding year)						
Changes in the accounting principles	011	X	X	X	-	-
Revaluation of assets	012	X	-	X	-	-
	020	X	-	-	-	-
Balance as of January 1 of the preceding year	030	4,162,707	6,023,340	208,135	8,763,441	19,157,623
Recalculation result	031	X	-	X	X	-
Net profit	032	X	X	X	34,419,465	34,419,465
Dividends	033	X	X	X	(5,299,127)	(5,299,127)
Allocations to the reserve fund	040	X	X	-	-	-
Increase of the capital due to:						
Issuance of additional shares	051	-	X	X	X	-
Increase of the par value of shares	052	-	X	X	X	-
Reorganization of the legal entity	053	-	X	X	-	-
	054	-	-	-	-	-
Decrease of the capital due to:						
Decrease of the par value of shares	061	-	X	X	X	-
Decrease of the number of shares	062	-	X	X	X	-
Reorganization of the legal entity	063	-	X	X	-	-
	064	-	-	-	-	-
Balance as of December 31 of the preceding year	070	4,162,707	6,023,340	208,135	37,883,779	48,277,961
2007						
(reporting year)						
Changes in the accounting principles	071	X	X	X	(7,075,201)	(7,075,201)
Revaluation of assets	072	X	-	X	-	-
	080	X	-	-	-	-
Balance as of January 1 of the reporting year	100	4,162,707	6,023,340	208,135	30,808,578	41,202,760
Recalculation result	101	X	-	X	X	-
Net profit	102	X	X	X	33,388,188	33,388,188
Dividends	103	X	X	X	(8,200,534)	(8,200,534)
Allocations to the reserve fund	110	X	X	-	-	-

1	2	3	4	5	6	7
Increase of the capital due to:						
Issuance of additional shares	121	-	X	X	X	-
Increase of the par value of shares	122	-	X	X	X	-
Reorganization of the legal entity	123	-	X	X	-	-
	124	-	-	-	-	-
Decrease of the capital due to:						
Decrease of the par value of shares	131	-	X	X	X	-
Decrease of the number of shares	132	-	X	X	X	-
Reorganization of the legal entity	133	-	X	X	-	-
	134	-	-	-	-	-
Balance as of December 31 of the reporting year	140	4,162,707	6,023,340	208,135	55,996,232	66,390,414

II. Reserves

Item		Balance	Received	Used	Balance
Description	Code				
1	2	3	4	5	6

Auditor
S. P. Rudakov

Statutory reserves:					
(name of the reserve)					
Data for the preceding year	151	-	-	-	-
Data for the reporting year	152	-	-	-	-
Reserves created in accordance with constitutive documents:					
(name of the reserve)					
Data for the preceding year	161	-	-	-	-
Data for the reporting year	162	208153	-	-	208153
Valuation reserves:					
(name of the reserve)					
Data for the preceding year	171	-	-	-	-
Data for the reporting year	172	-	-	-	-
Reserves for future expenses:					
(name of the reserve)					
Data for the preceding year	181	-	-	-	-
Data for the reporting year	182	-	-	-	-

REFERENCE INFORMATION

Item		Balance at the reporting year beginning		Balance at the reporting period end	
Description	Code				
1	2	3		5	
1) Net assets	200	41202760		66390414	
		From budget		From extra-budgetary funds	
		reporting year	previous year	reporting year	previous year
		3	4	5	6
2) Received for: Expenses related to standard operations - Total	210	-	-	-	-
including:					
	211	-	-	-	-
	212	-	-	-	-
	213	-	-	-	-
Capital investments in non-current assets	220	-	-	-	-
including:					
	221	-	-	-	-
	222	-	-	-	-
	223	-	-	-	-

Head <signed> **Stanislav A. Ploschenko** **Chief Accountant** <signed> **Tatyana A. Kalyadina**
 (signature) (name) (signature) (name)

March 25, 2008

<Affixed is the corporate stamp of Mechel OAO>

Auditor
S. P. Rudakov