



MAGNITOGORSK IRON AND STEEL WORKS
Open Joint Stock Company

REPORT

August 29, 2006

City of Magnitogorsk

On the Results of Voting
at the Extraordinary General
Shareholders' Meeting of OJSC MMK

Full official name of the Company: Magnitogorsk Iron and Steel Works Open Joint Stock Company (hereinafter, "MMK", "the Company")

Location of the Company: Ul.Kirova 93, Magnitogorsk, 455000, Chelyabinsk Region, Russia

Type of the Meeting: Extraordinary

Form of the Meeting: Absentee voting

Deadline for receipt of voting ballots: August 29, 2006.

Agenda of the Extraordinary General Shareholders' Meeting:

1. On incorporation of amendments and additions in the Company's Charter;
2. On payment of dividends on placed shares of the Company according to the results of the first six months of the 2006 financial year;
3. On approval of transactions in which there is an interest.

Postal address to which completed voting ballots were sent: Magnitogorsk branch of the Closed Joint Stock Company "STATUS Registrar Company".

Number of votes belonging to the persons included in the list of persons entitled to participation in the extraordinary general shareholders meeting regarding the meeting's agenda: 10 630 221 600.

Number of votes given for each of the voting options ("FOR", "AGAINST", "ABSTAINED") on each of the agenda's items:

ITEM # 1 OF THE AGENDA:

"On incorporation of amendments and additions in the Company's Charter"

Paragraph 4 of Clause 7 of the Charter of MMK to be worded as follows: “The term for payment of dividends shall not exceed 360 days from the date of the decision on dividend payment”.

The number of votes belonging to the persons who have taken part in the meeting with respect to this item of the agenda, is 10 372 755 723 which accounts for 97.578 % of the votes corresponding to the Company’s placed ordinary (voting) shares (there is a quorum).

Votes given:

FOR: 19 859 250 AGAINST: 10 347 476 973 ABSTAINED: 4 444 300

Decisions on such items, in accordance with p.1 of Article 48 and p.4 of Article 49 of the Federal Law “On Joint Stock Companies”, are taken by a majority of three fourths of the holders of ordinary (voting) shares of the Company who have taken part in the meeting.

The decision:

**To incorporate the above amendments and additions in the Company’s Charter
has not been adopted.**

ITEM # 2 OF THE AGENDA:

“On payment of dividends on placed shares of the Company according to the results of the first six months of the 2006 financial year”

The Board of Directors of MMK has recommended to the extraordinary general shareholders’ meeting to take the decision to pay dividends on placed ordinary shares of the Company according to the results of the first six months of the 2006 financial year in the amount of 0.815 rubles (including taxes) per share; dividends shall be paid in cash within the periods and according to the procedure established in the Company’s Charter (minutes of the MMK Board of Directors’ meeting # 3 dated 14.07.2006).

The number of votes belonging to the persons who have taken part in the meeting with respect to this item of the agenda, is 10 372 755 723 which accounts for 97.578 % of the votes corresponding to the Company’s placed ordinary (voting) shares (there is a quorum).

Votes given:

FOR: 10 371 852 323 AGAINST: 31 200 ABSTAINED: 126 200

Decisions on such items, in accordance with p.1 of Article 48 and p.2 of Article 49 of the Federal Law “On Joint Stock Companies”, are taken by the majority of the holders of ordinary (voting) shares of the Company who have taken part in the meeting.

It has been decided:

To pay dividends on placed ordinary shares of the Company according to the results of the first six months of the 2006 financial year in cash, in amount recommended by the Board of Directors and within the period established by the Company’s Charter.

ITEM # 3 OF THE AGENDA:

“On approval of transactions in which there is an interest”

The number of votes belonging to the persons included in the list of persons entitled to participate in the meeting and vote on this item and not interested in the Company's entering into the transaction, is 10 630 221 600.

The number of votes belonging to the persons who have taken part in the meeting on this item, not interested in the Company's entering into the transaction, is 10 372 755 723 which represents 97.578 % of the total number of votes belonging to the persons included in the list of persons entitled to participate in the meeting and vote on this item and not interested in the Company's entering into the transaction (there is a quorum).

Votes given:

FOR: 10 367 748 223 AGAINST: 283 200 ABSTAINED: 4 010 700

Decisions on such items, in accordance with p.2 of Article 49 and p.4 of Article 83 of the Federal Law “On Joint Stock Companies”, are taken by the majority of the holders of ordinary (voting) shares of the Company who are not interested in the Company's entering into a transaction in question.

It has been decided:

Based on p.1 of Article 81, p.4 and subparagraph 1 of p.6 of Article 83 of the Federal Law “On Joint Stock Companies”, to approve the transaction in which there is an interest, with respect to signing an agreement between MMK and the Joint Stock Company Gazprombank (ZAO) (“Gazprombank”) for trust management of MMK's temporarily free funds in the amount of RUR 11,114,530,000.00 in the interests of MMK for the period from 08.09.2006 until 31.12.2006 inclusive, entitling “Gazprombank” to a fee of 1% of the total income earned from such trust management.

MMK shall be the beneficiary of the transaction.

The functions of the counting committee have been performed by MMK's registrar.

The full official name of the registrar: Closed Joint Stock Company “STATUS Registrar Company”;

Address: Ul.Dobrovolcheskaya 1/64, Moscow, 109544.

Authorized persons:

Chairman of the Counting Committee – Serguei S. Yasko,

Member of the Counting Committee: Konstantin V.Petrov, Irina V.Gornostayeva.