

Severstal Releases Q1 2010 Operational Results

April 26, 2010 – Severstal (LSE: SVST) today released its Q1 2010 operational results.

SALES VOLUMES

Q1 2010 overview

Beginning Q1 2010 Severstal will report sales volumes instead of production for sale as it has been done previously. At the same time we will keep informing the market on the total production throughput of key materials, including hot metal and crude steel.

Production of crude steel in Q1 2010 was 4 727 thousand tonnes, 2% higher than in the previous quarter. Total sales of iron ore pellets in Q1 2010 was 17% lower than in Q4 2009, iron ore concentrate sales decreased by 25% and coal sales was down by 6%.

Production of hot metal and crude steel

Total throughput*	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Hot metal: total throughput	3 587 608	3 391 848	6%	3 587 608	2 606 464	38%
Russian Steel	2 097 810	2 033 846	3%	2 097 810	1 561 570	34%
North America	985 327	922 220	7%	985 327	717 995	37%
Europe	504 471	435 782	16%	504 471	326 899	54%
Crude steel: total throughput	4 727 237	4 620 843	2%	4 727 237	3 796 734	25%
Russian Steel	2 576 149	2 649 338	-3%	2 576 149	2 071 147	24%
North America	1 524 867	1 436 499	6%	1 524 867	1 344 501	13%
Europe	626 222	535 005	17%	626 222	381 086	64%

Consolidated sales (net of intercompany sales)

Sales volume*	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Coal:	1 667 524	1 669 688	0%	1 667 524	1 218 236	37%
Coking coal	11 353	70 716	-84%	11 353	76 793	-85%
Coking coal concentrate	629 766	521 839	21%	629 766	70 855	n.m.
Steam coal	1 026 405	1 077 133	-5%	1 026 405	1 070 588	-4%
Iron ore:	651 051	1 448 005	-55%	651 051	731 598	-11%
Iron ore pellets	651 051	1 448 005	-55%	651 051	731 598	-11%
Iron ore concentrate	0	0	n.m.	0	0	n.m.
Gold (oz tr.)	122 638	160 959	-24%	122 638	113 705	8%
Semifinished products	376 346	569 181	-34%	376 346	288 531	30%
Rolled products:	3 671 390	3 513 127	5%	3 671 390	2 826 798	30%
Hot-rolled strip and plate	1 747 978	1 582 309	10%	1 747 978	1 262 964	38%
Cold-rolled sheet	713 264	709 310	1%	713 264	517 227	38%
Galvanised and metallic coated sheet	603 223	589 096	2%	603 223	437 612	38%
Color coated sheet	40 854	73 486	-44%	40 854	50 657	-19%
Long products	566 071	558 926	1%	566 071	558 339	1%
Downstream products:	405 292	441 306	-8%	405 292	352 328	15%
Metalware products	200 713	204 477	-2%	200 713	196 004	2%
Large diameter pipes	101 101	121 658	-17%	101 101	69 055	46%
Other tubes and pipes, formed shapes	103 477	115 172	-10%	103 477	87 269	19%

* - metric tonnes unless otherwise stated

Segmental information Severstal Resources*

Sales volume**	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Coal:	2 638 770	2 811 311	-6%	2 638 770	1 913 668	38%
Coking coal, including	11 353	70 716	-84%	11 353	76 793	-85%
Vorkutaugol	11 353	70 716	-84%	11 353	76 793	-85%
Coking coal concentrate, including	1 601 012	1 663 462	-4%	1 601 012	766 287	109%
Vorkutaugol	1 207 486	1 194 868	1%	1 207 486	689 403	75%
PBS Coals	393 526	468 594	-16%	393 526	76 884	n.m.
Steam coal, including	1 026 405	1 077 133	-5%	1 026 405	1 070 588	-4%
Vorkutaugol	756 715	710 494	7%	756 715	596 812	27%
PBS Coals	269 690	366 639	-26%	269 690	473 776	-43%
Iron ore:	3 242 345	4 023 060	-19%	3 242 345	2 704 727	20%
Iron ore pellets	2 282 322	2 739 354	-17%	2 282 322	1 524 442	50%
Iron ore concentrate	960 023	1 283 706	-25%	960 023	1 180 285	-19%
Gold (oz tr.)	122 638	160 959	-24%	122 638	113 705	8%

Russian Steel*

Sales volume, tonnes	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Semifinished products	98 422	320 726	-69%	98 422	202 975	-52%
Rolled products:	1 754 716	1 844 593	-5%	1 754 716	1 353 555	30%
Hot-rolled strip and plate	1 195 122	1 093 725	9%	1 195 122	759 220	57%
Cold-rolled sheet	313 592	358 335	-12%	313 592	219 350	43%
Galvanised and metallic coated sheet	96 862	140 881	-31%	96 862	88 643	9%
Color coated sheet	26 438	55 434	-52%	26 438	44 197	-40%
Long products	122 700	196 193	-37%	122 700	242 145	-49%
Downstream products:	376 217	408 817	-8%	376 217	311 471	21%
Metalware products	171 440	171 875	0%	171 440	154 975	11%
Large diameter pipes	101 101	121 658	-17%	101 101	69 055	46%
Other tubes and pipes, formed shapes	103 675	115 284	-10%	103 675	87 441	19%

North America*

Sales volume, tonnes	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Rolled products:	1 473 515	1 305 963	13%	1 473 515	1 157 371	27%
Hot-rolled strip and plate	553 068	488 625	13%	553 068	504 065	10%
Cold-rolled sheet	399 671	351 072	14%	399 671	297 877	34%
Galvanised and metallic coated sheet	506 360	448 215	13%	506 360	348 969	45%
Color coated sheet	14 416	18 052	-20%	14 416	6 460	123%
Downstream products (Metalware):	19 898	23 028	-14%	19 898	31 848	-38%

Europe*

Sales volume, tonnes	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Semifinished products	307 086	239 994	28%	307 086	96 767	217%
Rolled products:	449 077	370 548	21%	449 077	318 696	41%
Long products	449 077	370 548	21%	449 077	318 696	41%
Downstream products (Metalware):	9 958	10 129	-2%	9 958	9 771	2%

* - including intercompany sales

** - metric tonnes unless otherwise stated

AVERAGE SELLING PRICES

Consolidated sales

Sales prices (EXW)*	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Coal:	71	76	-6%	71	61	17%
Coking coal, including	35	26	34%	35	10	248%
Vorkutaugol	35	26	34%	35	10	248%
Coking coal concentrate, including	126	103	23%	126	91	38%
Vorkutaugol	137	100	37%	137	92	49%
PBS Coals	110	109	1%	110	87	27%
Steam coal	38	37	3%	38	42	-9%
Vorkutaugol	31	30	4%	31	26	23%
PBS Coals	58	51	14%	58	63	-7%
Iron ore:	71	51	39%	71	41	73%
Iron ore pellets	71	51	39%	71	45	57%
Iron ore concentrate	-	-	n.m.	-	-	n.m.
Gold (USD/oz tr.)	1 103	1 072	3%	1 103	931	19%
Semifinished products	400	388	3%	400	396	1%
Rolled products:	651	676	-4%	651	645	1%
Hot-rolled strip and plate	550	552	0%	550	494	11%
Cold-rolled sheet	647	650	0%	647	660	-2%
Galvanised and metallic coated sheet	869	901	-4%	869	893	-3%
Color coated sheet	1 197	1 267	-6%	1 197	951	26%
Long products	734	776	-6%	734	782	-6%
Downstream products:	1 160	1 237	-6%	1 160	1 053	10%
Metalware products	996	1 053	-5%	996	1 003	-1%
Large diameter pipes	2 111	2 095	1%	2 111	1 850	14%
Other tubes and pipes, formed shapes	633	666	-5%	633	538	18%

* - USD/tonne unless otherwise stated

Severstal Resources

Sales prices (EXW)*	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Coal:	83	76	10%	83	61	37%
Coking coal, including	35	26	34%	35	10	248%
Vorkutaugol	35	26	34%	35	10	248%
Coking coal concentrate	112	103	9%	112	91	22%
Vorkutaugol	113	100	12%	113	92	22%
PBS Coals	109	109	0%	109	87	26%
Steam coal	38	37	3%	38	42	-9%
Vorkutaugol	31	30	4%	31	26	23%
PBS Coals	58	51	14%	58	63	-7%
Iron ore:	58	47	23%	58	41	41%
Iron ore pellets	66	51	29%	66	45	46%
Iron ore concentrate	44	39	13%	44	35	24%
Gold (USD/oz tr.)	1 103	1 072	3%	1 103	931	19%

* - USD/tonne unless otherwise stated

Russian Steel

Sales prices (EXW), USD/tonne	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Semifinished products	344	375	-8%	344	320	7%
Rolled products:	566	571	-1%	566	452	25%
Hot-rolled strip and plate	526	517	2%	526	420	25%
Cold-rolled sheet	569	586	-3%	569	480	19%
Galvanised and metallic coated sheet	790	871	-9%	790	664	19%
Color coated sheet	1 179	1 272	-7%	1 179	913	29%
Long products	529	518	2%	529	408	30%
Downstream products:	1 156	1 236	-6%	1 156	992	17%
Metalware products	962	1 013	-5%	962	867	11%
Large diameter pipes	2 111	2 095	1%	2 111	1 850	14%
Other tubes and pipes, formed shapes	633	666	-5%	633	538	18%

North America

Sales prices (EXW), USD/tonne	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Rolled products:	750	758	-1%	750	757	-1%
Hot-rolled strip and plate	628	629	0%	628	605	4%
Cold-rolled sheet	741	715	4%	741	793	-7%
Galvanised and metallic coated sheet	888	910	-2%	888	951	-7%
Color coated sheet	1 261	1 251	1%	1 261	1 214	4%
Downstream products(Metalware):	1 341	1 368	-2%	1 341	1 643	-18%

Europe

Sales prices (EXW), USD/tonne	Q1 2010	Q4 2009	Change	Q1 2010	Q1 2009	Change
Semifinished products	427	402	6%	427	554	-23%
Rolled products:	835	910	-8%	835	1 062	-21%
Long products	835	910	-8%	835	1 062	-21%
Downstream products(Metalware):	946	1 014	-7%	946	1 071	-12%

Note: Semifinished products include hot metal, pig iron, slabs, billets, ingots, steel casting and forgings