



ENVIRONMENT POLICY

2019

Mechel Group is systematically working on consistent reduction of its negative impact on the environment.

All of the Group's past and current upgrade programs include using state-of-the-art production technologies and modern environment protection equipment, which ensures maintaining ecological stability and preservation of biological diversity.

The company annually invests significant funds into implementing resource-saving and low-waste technologies, upgrading technological processes and other efforts aimed at minimizing the company's impact on the environment. Since Mechel's founding as a public company, this sum totaled over 16 billion rubles.

In environment protection, Mechel Group's controlling principles are:

- full compliance with the current environment laws, voluntary use of best available practices and industry standards,
- rational and careful use of natural resources when required by the company's production and business operations,
- ensuring the priority of prevention over remedial action where ecological incidents are concerned,
- making administrative and investment decisions in compliance with the priority of ecological safety and recommendations of Mechel Group's own ecological services,
- full compliance with the atmospheric quality norms, control and monitoring of air quality in the vicinity of Mechel Group's facilities, as well as making every effort to improve air quality,
- control and monitoring of waste water's quality at Mechel's facilities, as well as taking every available step to protect, preserve and restore local water resources,
- making every effort to protect, preserve and rehabilitate disturbed land,
- every employee, regardless of profession and post, must be aware of his personal ecological responsibility and take every step in his professional authority to prevent any possible harm to the environment,
- building an open communication with ecological communities in the company's operations area, early recognition of ecological risks and prompt response by improving ecological programs at Mechel Group's facilities.