

Share capital  
and share prices

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# Share capital and share prices



As of 31 December 2006, MMC Norilsk Nickel had an issued share capital of 190,627,747 ordinary shares with a par value of RUR 1 per share, of them, 7,498,950 shares were held by the Company after they were purchased from the shareholders.

## Purchase of shares

On 5 October 2006, the Board of Directors passed a resolution to purchase up to 7,500,000 shares of MMC Norilsk Nickel at the average market price over the past 3 months, i.e. at RUR 3,510 (USD 129.1) per share. Applications to sell shares were accepted by the Group from 16 October to 16 November 2006. The number of shares purchased by the Group from each shareholder having applied for sale of shares was determined on a pro-rata basis. The number of shares specified in the requests made by the shareholders was 97,035,124. This exceeded the number of shares that the Group planned to purchase; therefore, the shares were purchased on a ratio of 0.0772916001. The shares were purchased from 17 November to 17 December 2006. As a result, the Group purchased 7,498,950 shares for a total amount of RUR 26.3 billion (USD 967.4 million). The shares purchased by the Group were fully paid for before the end of December 2006.

According to clause 3, article 72 of the Federal Law "On Joint Stock Companies", shares purchased by the Company carry no voting rights, are not taken into account in vote counting and do not participate in dividends distribution. Such shares should be sold at a price not lower than their market value within one year after they were



purchased. Otherwise, the General Shareholder Meeting should make a decision to decrease the share capital of the Company through the redemption of the indicated shares.

## Decrease of the share capital

On 17 February 2006, at an Extraordinary General Meeting of MMC Norilsk Nickel Shareholders, it was decided by a majority vote, to decrease the Company's share capital through the redemption of the purchased and bought-back shares.

On 17 February 2006, the date of the Extraordinary General Meeting of Shareholders, the issued share capital of MMC Norilsk Nickel comprised 213,905,884 ordinary shares with a par value of RUR 1 each. Following the purchase of shares by the Group in the period from January to February 2005, and the buy-back from shareholders due to the reorganization of MMC Norilsk Nickel in the form of separation in November and December 2005, the share capital of the Company was decreased by 23,278,137 shares to 190,627,747 ordinary shares, with a par value of RUR 1 each.

The respective changes and amendments to the Company Charter were registered in the Unified State Register of Legal Entities on 17 March 2006.

#### Additional swap of shares of RAO Norilsk Nickel for shares of MMC Norilsk Nickel

In July 2005, the Company decided to conduct another additional swap of shares of RAO Norilsk Nickel for shares of MMC Norilsk Nickel for all shareholders of RAO Norilsk Nickel who did not use their right to perform this transaction earlier.

A share swap with the ratio 1:1 was started on 1 August 2005 and ended on 31 July 2006. A total of 324,465 shares were swapped. The treasury stock of MMC Norilsk Nickel was used in the swap.

#### Share tickers

Trading floor	Bloomberg code	Reuters code
RTS – Moscow, Russia	GMKN RU	GMKN.RTS
MICEX – Moscow, Russia	GMKN RM	GMKN.MM

#### International share identification codes

Description	Code
ISIN	RU0007288411
SEDOL	7131431

#### Shares

In Russia, the shares of MMC Norilsk Nickel are traded on the CJSC MICEX Stock Exchange (MICEX) and the OJSC RTS Stock Exchange (RTS).

On 12 December 2006, at the request of the Company and on the basis of the Resolution of the FCSM of Russia No. 03-18/nc, dated 01.04.2003 and entitled "On the procedure for the merger of additional issues of securities", the Federal Service on Financial Markets made a decision to merge the two issues of the Group's shares: No.1-04-40155-F and No.1-05-40155-F. The shares of the indicated issues had the same par value and carried a similar set of shareholder rights. This initiative of the Group was due to the fact that simultaneous flotation of the two issues on the stock market created certain complications for the market participants. The merged issue was assigned the state registration number 1-01-40155-F.

Beginning from 1 January 2007, the servicing of trading in the Group's shares on the RTS Classical Market was transferred from NP RTS to OJSC RTS. This decision was due to technical reasons related exclusively to the RTS Group business reorganization. On 29 December 2006, the Company's shares were included in Quotation List B of OJSC RTS. The trading in the Company's shares included in the Quotation List commenced in OJSC RTS on 9 January 2007.

#### Prices and volume of MMC Norilsk Nickel shares<sup>(1)</sup>

##### Share prices on the RTS (US Dollars)

	Minimum	Maximum	At the end of the period	Volume (pcs.)
2001	6.50	20.85	17.02	3,734,158
2002	15.00	25.10	20.25	7,850,368
2003	20.25	66.00	65.15	7,160,086
2004	44.00	81.10	54.40	8,830,055
2005	51.10	90.80	88.60	10,501,327
<b>2006</b>	<b>75.80</b>	<b>157.00</b>	<b>157.00</b>	<b>8,108,946</b>
1st quarter	75.80	96.00	94.30	2,474,991
2nd quarter	91.00	156.50	130.00	1,966,944
3rd quarter	112.00	145.80	126.40	1,999,955
4th quarter	121.00	157.00	157.00	1,667,056
<b>2007</b>				
1st quarter	135.50	189.00	185.05	1,270,459

##### Share prices on the MICEX (Roubles)

	Minimum	Maximum	At the end of the period	Volume (pcs.)
2001	288.00	518.00	512.89	1,344,943
2002	456.20	794.50	647.00	21,811,326
2003	612.86	2,021.00	1,896.59	36,438,344
2004	1,190.00	2,357.50	1,519.48	90,510,398
2005	1,405.00	2,617.00	2,557.53	156,626,894
<b>2006</b>	<b>2,117.00</b>	<b>4,270.00</b>	<b>3,963.62</b>	<b>217,551,025</b>
1st quarter	2,117.00	2,702.80	2,604.94	29,830,135
2nd quarter	2,400.00	4,270.00	3,470.75	71,472,477
3rd quarter	2,951.00	3,919.80	3,395.92	60,868,280
4th quarter	3,152.11	4,160.75	3,963.62	55,380,133
<b>2007</b>				
1st quarter	3,657.00	4,955.00	4,816.83	76,298,364

#### Note:

(1) Before the 4th quarter of 2001 – RAO Norilsk Nickel shares, after the 4th quarter 2001 – MMC Norilsk Nickel shares.



## American Depository Receipts

In June 2001, the Company signed a depository agreement with The Bank of New York, under which the issue of Level-1 ADRs for MMC Norilsk Nickel shares was initiated. Custodial services for ADR transactions are rendered by the depository of ING Bank (EUROPE) ZAO. ADRs convert into Company shares at a 1:1 ratio.

The ADRs are traded in the USA Over the Counter (OTC) market, on the London Stock Exchange IOB and on the Freiverkehr, Berlin-Bremen Stock Exchange.

According to FSFM Regulation "On the procedure for issuing permits by the Federal Service on Financial Markets for an offer and (or) floatation of issue securities of Russian issuers outside of the Russian Federation", the number of shares of a Russian issuer it plans to offer and/or float outside of the Russian Federation, including by offering foreign securities, should not exceed 35% of the overall number of the outstanding shares of the Russian

issuer of the same share category. As the Group launched its Level-1 ADR program before this Regulation was put into effect, the cap for the number of foreign securities offered remained the same – 40% of the overall number of shares outstanding.

As of 31 December 2006, the total number of ADRs issued for the shares of MMC Norilsk Nickel amounted to 76,251,098, or 40% of the Company's share capital.

The Group regularly and opportunely provides information to all ADR holders in English language, according to Rule 12g3-2(b) of the USA law "On securities and exchanges" of 1934.

### ADR tickers

Trading floor	Bloomberg code	Reuters code
OTC Market – New York, USA	NILSY US	NILSY.PK
IOB, London Stock Exchange – London, UK	MNOD LI	NKELYq.L
Freiverkehr, Berlin-Bremen Stock Exchange – Berlin, Germany	NNIA GR	NKELY.F

### International ADR identification codes

Description	Code
ISIN	US46626D1081
CUSIP	46626D108
SEDOL	B114RK6

## Prices and volume of MMC Norilsk Nickel ADRs

### ADR prices on OTC – New York, USA (US Dollars)

	Minimum	Maximum	At the end of the period	Volume (pcs.)
2001	10.71	17.50	17.25	1,527,300
2002	14.90	24.75	20.18	12,028,800
2003	20.05	26.60	67.25	39,510,754
2004	43.65	83.00	55.00	32,419,007
2005	48.75	96.50	94.01	17,254,881
<b>2006</b>	<b>71.75</b>	<b>164.00</b>	<b>160.00</b>	<b>14,171,848</b>
1st quarter	71.75	104.25	97.50	4,525,171
2nd quarter	91.00	162.60	130.00	4,878,370
3rd quarter	111.50	148.00	127.00	2,664,985
4th quarter	120.50	164.00	160.00	2,103,322
<b>2007</b>				
1st quarter	141.30	193.00	191.25	3,675,479

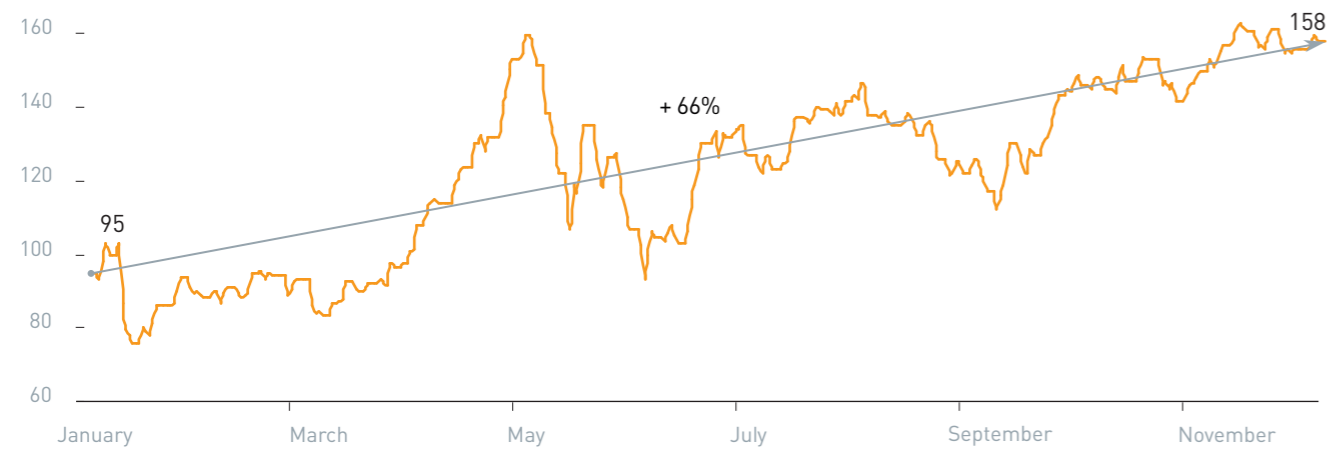
### ADR prices on IOB London Stock Exchange – London, UK (US Dollars)

	Minimum	Maximum	At the end of the period	Volume (pcs.)
2001	10.90	17.05	17.00	6,055,355
2002	15.03	24.85	20.00	49,149,956
2003	19.80	26.70	66.50	85,915,689
2004	43.20	82.70	55.50	134,014,252
2005	49.00	99.00	95.00	115,203,690
<b>2006</b>	<b>71.70</b>	<b>165.00</b>	<b>158.00</b>	<b>106,040,650</b>
1st quarter	71.70	103.90	96.70	23,712,744
2nd quarter	91.00	165.00	130.00	35,995,616
3rd quarter	111.25	148.50	130.00	22,369,260
4th quarter	120.00	163.50	158.00	23,963,030
<b>2007</b>				
1st quarter	141.00	192.00	190.00	35,878,550

### ADR prices on Berlin-Bremen Stock Exchange – Berlin, Germany (Euros)

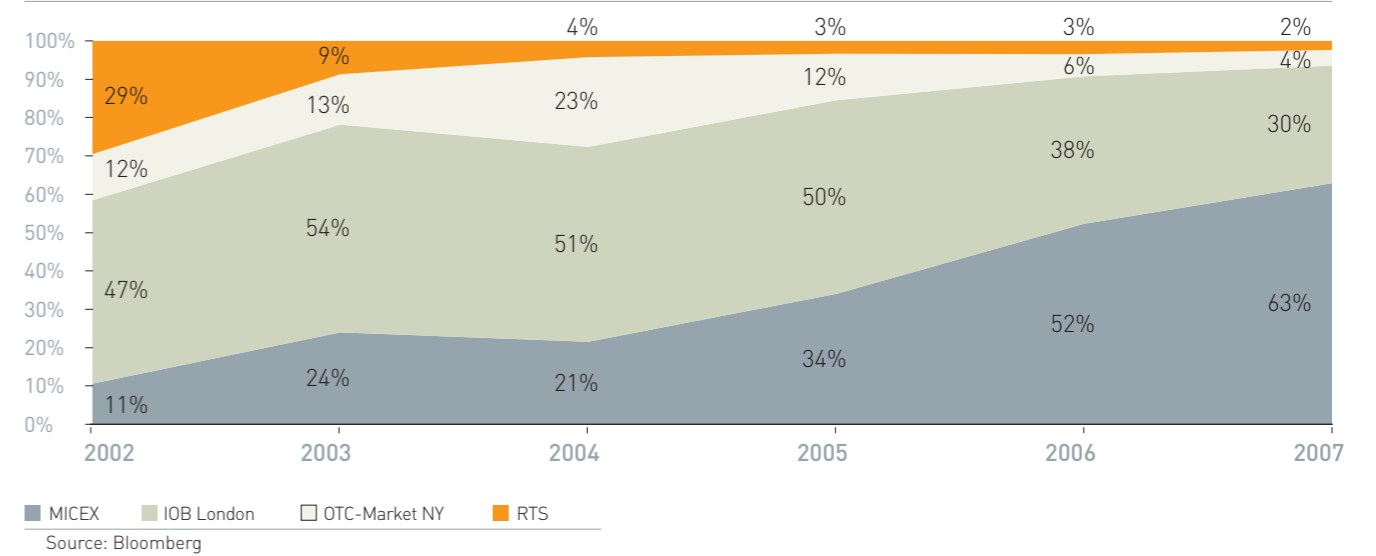
	Minimum	Maximum	At the end of the period	Volume (pcs.)
2001	12.45	19.50	19.00	88,268
2002	16.30	30.00	20.00	336,456
2003	18.50	56.50	52.04	707,596
2004	33.00	71.00	39.80	1,472,671
2005	36.10	81.40	80.10	1,159,655
<b>2006</b>	<b>62.10</b>	<b>129.00</b>	<b>119.00</b>	<b>1,861,978</b>
1st quarter	62.10	86.20	80.10	561,839
2nd quarter	72.00	129.00	102.00	791,141
3rd quarter	86.89	115.30	101.50	292,470
4th quarter	94.00	123.99	119.00	216,528
<b>2007</b>				
1st quarter	107.50	146.75	142.00	322,281

ADR prices in 2006 (IOB London, US Dollars)



Source: Bloomberg

Changes of stock exchange shares in the overall volume of trading



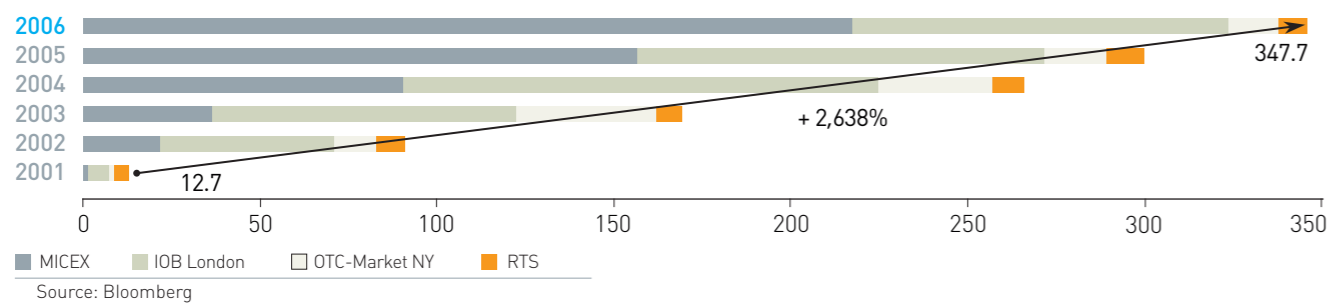
Source: Bloomberg

History of ADR price (IOB London, US Dollars)



Source: Bloomberg

Volume of trading dynamics on stock exchanges (million of shares)



Source: Bloomberg

### Stock indices

The market capitalization indicator of the Company is used in the calculation of the key stock indices, both Russian and of the leading international institutions and trade organizers.

### Company's share incorporated in the key indices

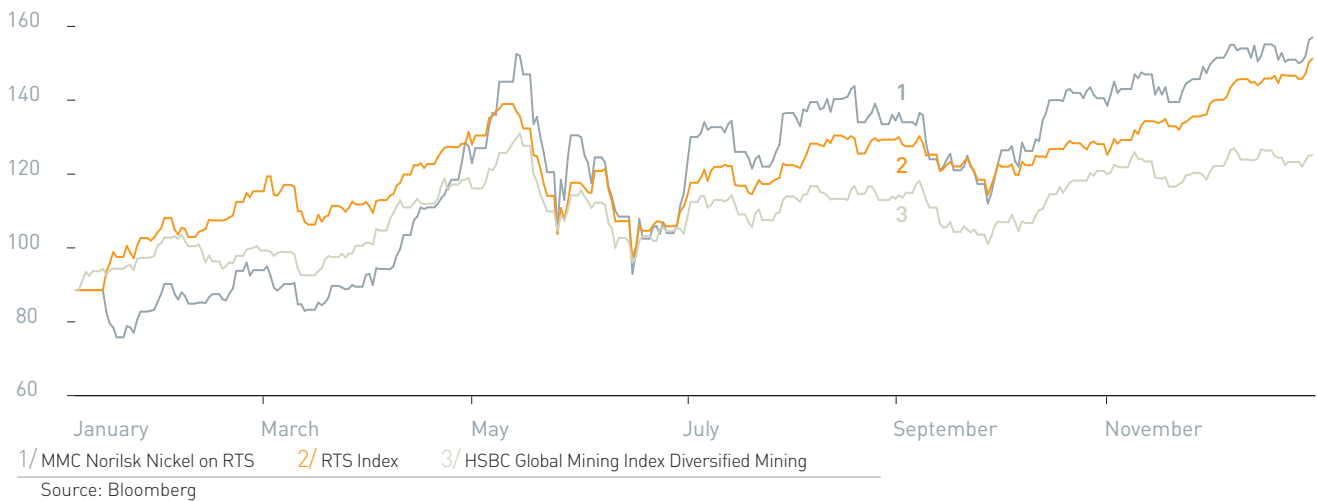
Index	Company's share, %
RTS Index	6.4
RTS Index – Metals and mining	25.0
MICEX Index	12.6
RTS Index – Interfax	9.1
AK&M Index	5.5
Dow Jones Russia Titans Index	16.2
LSE FTSE Russian IOB Index	9.6
Vienna Stock Exchange Index – RTX	8.1
MSCI Russia Index	5.5
CSFB Russia Index	5.2
HSBC Emerging Europe 220 Index	1.3
HSBC Global Mining Diversified Mining Index	3.4

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## Performance of MMC Norilsk Nickel shares in the RTS and selected mining indices (MMC Norilsk Nickel shares in US Dollars, indices adjusted to MMC Norilsk Nickel share price)



## MMC Norilsk Nickel major shareholders<sup>(1)</sup> (stakeholders holding over 1% of the share capital as of 15 May 2007)

Company name	Number of shares, million	% of the share capital
The Bank of New York International Nominees <sup>(2)</sup>	42.2	22.1%
Bonico Holdings Co. Limited <sup>(3)</sup>	31.7	16.6%
Coverico Holdings Co. Limited <sup>(3)</sup>	23.2	12.2%
ZAO KM Invest	14.1	7.4%
Bektanco Holdings Co. Limited <sup>(4)</sup>	13.8	7.2%
Rinsoco Trading Co. Limited <sup>(5)</sup>	13.8	7.2%
OJSC MMC Norilsk Nickel	7.5	3.9%
Templeton Asset Management (Hong Kong) Ltd.	3.3	1.7%
Blackrock Investment Management (UK) Ltd.	3.0	1.6%
JP Morgan Asset Management (UK) Ltd.	2.5	1.3%
Other shareholders	35.5	18.6%
<b>Total</b>	<b>190.6</b>	<b>100.0%</b>

### Notes:

(1) The total number of shareholders in the Register included 64 legal entities (including 17 nominal holders) and 56,690 individuals.

(2) The nominal holder, which renders depository services for the Company. The amount of ADRs excludes the ADRs held by Bektanco Holdings Co. Limited, Rinsoco Trading Co. Limited, Templeton Asset Management (Hong Kong) Ltd., Blackrock Investment Management (UK) Ltd., JP Morgan Asset Management (UK) Ltd.

(3) The beneficiary of these companies are Mr. V.O. Potanin and Mr. M.D. Prokhorov.

(4) The beneficiary of this company is Mr. V.O. Potanin.

(5) The beneficiary of this company is Mr. M.D. Prokhorov.