

Eurasian Natural Resources Corporation



Transforming Resources

Eurasian Natural Resources Corporation PLC

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“Superior Growth by Transforming Resources”

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Eurasian Natural Resources Corporation



Transforming Resources

Felix Vulis, President and Chief Operating Officer

“Superior Growth from Transforming Resources”

Disclaimer



This document includes forward-looking statements that reflect the current views of the management of the Group with respect to future events. These forward-looking statements include matters that are not historical facts or are statements regarding the Group's intentions, beliefs or current expectations concerning, among other things, the Group's results of operations, financial condition, liquidity, prospects, growth, strategies, and the industries in which the Group operates. Forward-looking statements are based on current plans, estimates and projections, and therefore too much reliance should not be placed upon them. Such statements are subject to risks and uncertainties, most of which are difficult to predict and generally beyond the Group's control. The Group cautions you that forward-looking statements are not guarantees of future performance and that if risks and uncertainties materialise, or if the assumptions underlying any of these statements prove incorrect, the Group's actual results of operations, financial condition and liquidity and the development of the industry in which the Group operates may materially differ from those made in, or suggested by, the forward-looking statements contained in this announcement. In addition, even if the Group's results of operations, financial condition and liquidity and the development of the industry in which the Group operates are consistent with the forward-looking statements contained in this announcement, those results or developments may not be indicative of results or developments in future periods. The Group does not undertake any obligation to review or confirm analysts, expectations or estimates or to release publicly any revisions to any forward-looking statements to reflect events that occur or circumstances that arise after the date of this announcement.

Where applicable in the document all references to 't' are to metric tonnes, 'kt' to thousand metric tonnes and 'mt' and 'Mt' to million metric tonnes.

Any information in the document not attributed to an external source is Company information and has been provided by Eurasian Natural Resources Corporation PLC.

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Group Overview

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Introduction



- IPO – December 2007
- Leading diversified natural resources group – integrated mining, processing, energy, logistics and marketing operations
- Production assets principally located in the Republic of Kazakhstan
- Over 67,000 employees
- Accounts for approximately 4% of Kazakhstan's GDP (2007)

ENRC Investment Highlights



High quality assets



Diversified revenues



Integrated operations



Growth

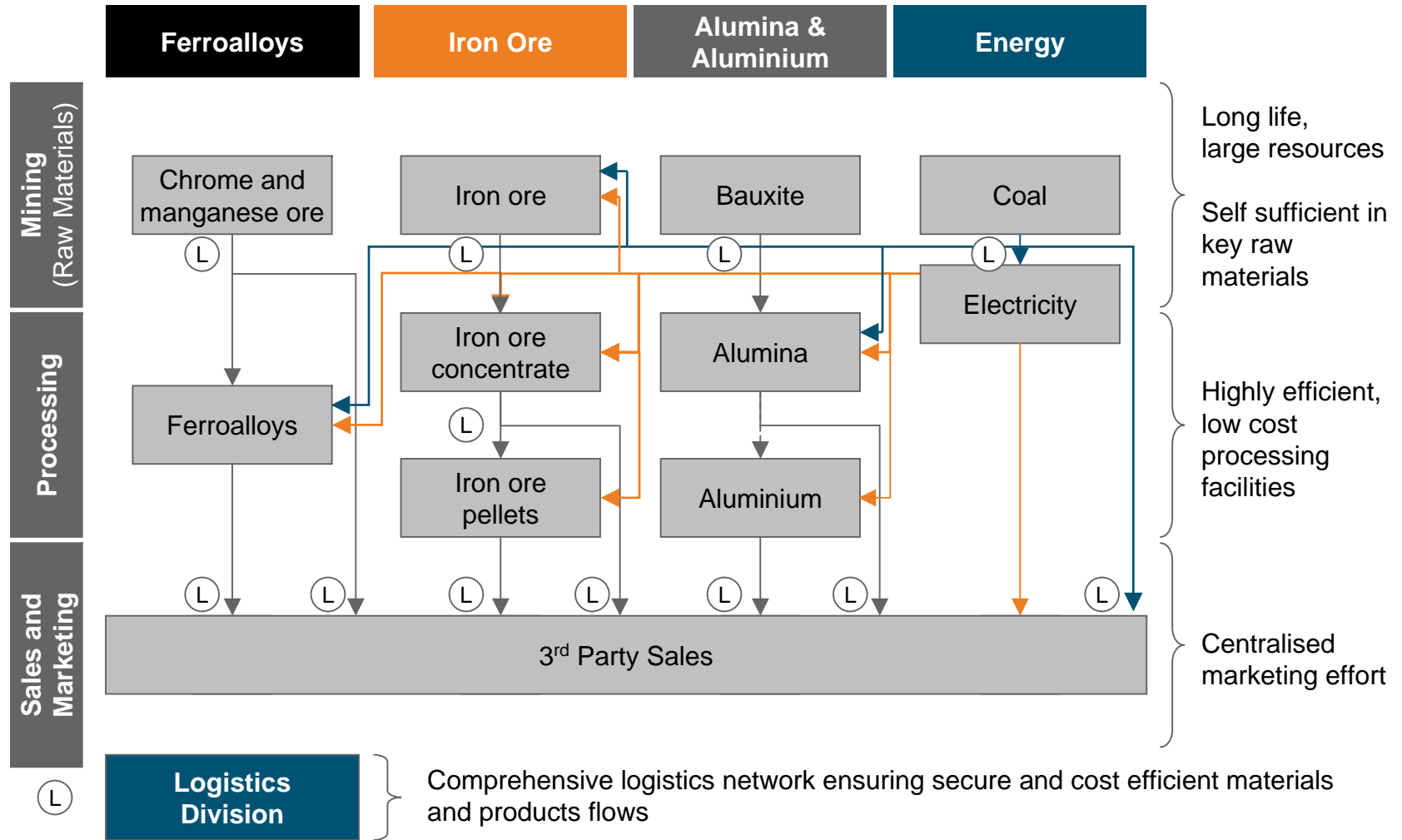


Management team



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Fully Integrated Operations



Large Scale Production with Long Mine Lives



		Reserves ^(a)		Resources ^{(a), (b)}		Production		
		Tonnage (Mt)	Grade (%)	Tonnage (Mt)	Grade (%)	H12007 (kt)	H12008 (kt)	
Ferroalloys	Chrome ore	166	42	331	49	1,848	1,914	World's largest ferrochrome producer (by chrome content) Chrome ore mine life of 42 years
	Manganese ore	23	19	103	20	420	531	
	Ferroalloys	-	-	-	-	730	817	
Iron ore	Iron ore extraction	1,485	37	4,518	39	19,533	20,864	One of the world's largest iron ore exporters by volume Iron ore mine life of 31 years
	Iron ore conc.	-	-	-	-	3,494	4,129	
	Iron ore pellets ^(c)	-	-	-	-	4,393	3,963	
Alumina & Aluminium	Bauxite	161	43	174	44	2,417	2,586	World's 7th largest supplier of traded alumina by volume Bauxite mine life of 35 years
	Alumina	-	-	-	-	756	796	
	Aluminium	-	-	-	-	-	43	
Energy	Coal	762	-	1,254	-	9,056	10,168	One of Kazakhstan's largest electricity providers Coal mine life of 39 years
	Electricity (GWh)	-	-	-	-	6,276	5,954	
Logistics	Tonnage carried	-	-	-	-	29,457	30,461	One of Kazakhstan's largest freight forwarding carrier companies
	Own railcars (units)	-	-	-	-	5,763	5,922	

(a) Reserves and Resources as at 31 December 2007

(b) Includes measured, indicated and inferred

(c) Pellet production excludes screened iron ore sales

Source: Company (2007), SRK (2007), CRU (2007 data), Heinz H. Pariser (2007 data), Government of the Republic of Kazakhstan.

Divisional Performances



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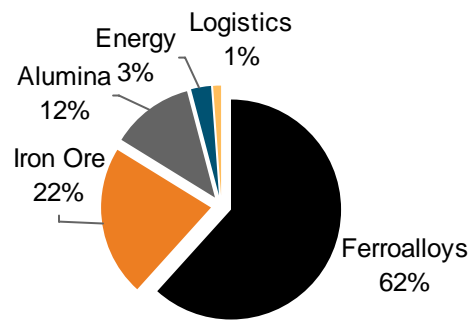
	Ferroalloys		Iron ore		Alumina & Aluminium		Energy		Logistics		Total Group ^(a)	
	H1 2008	H1 2007	H1 2008	H1 2007	H1 2008	H1 2007	H1 2008	H1 2007	H1 2008	H1 2007	H1 2008	H1 2007
Revenue ^(b) (US\$m)	2,110	917	768	457	421	325	229	157	106	102	3,442	1,856
EBITDA ^(c) (US\$m)	1,408	405	476	197	158	132	102	65	29	23	2,151	797
Margin ^(c) (%)	67%	44%	62%	43%	38%	41%	45%	41%	27%	23%	63%	43%

- (a) Total group EBITDA includes corporate and unallocated items of US\$(22)m for H1 2008 and US\$(25)m for H1 2007
 (b) Revenue net of inter-segment revenues; margins based on total revenue (includes inter-segment and external revenue)
 (c) Before exceptional items of US\$(0)m for H1 2008 and US\$(20)m for H1 2007.

Diversified Operations

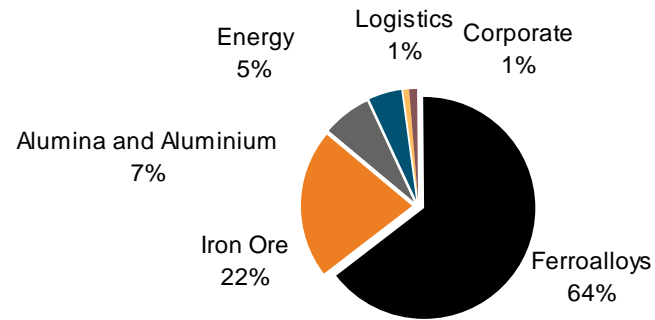


Revenue breakdown by division (H1 2008)



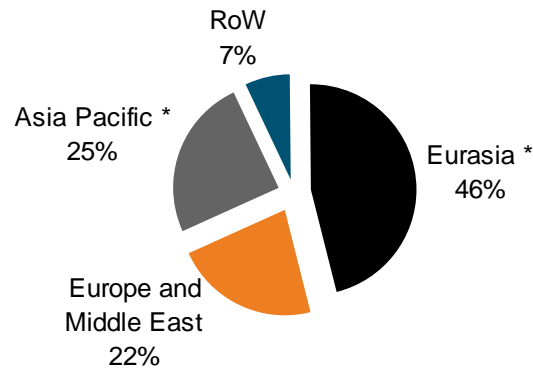
Total: US\$3,442m

EBITDA – divisional split (H1 2008)



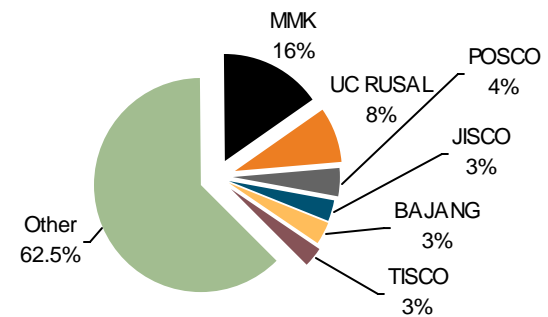
Total: US\$2,151m

Revenue breakdown by region (H1 2008)



Total: US\$3,442m

Revenue breakdown by customer base (H1 2008)



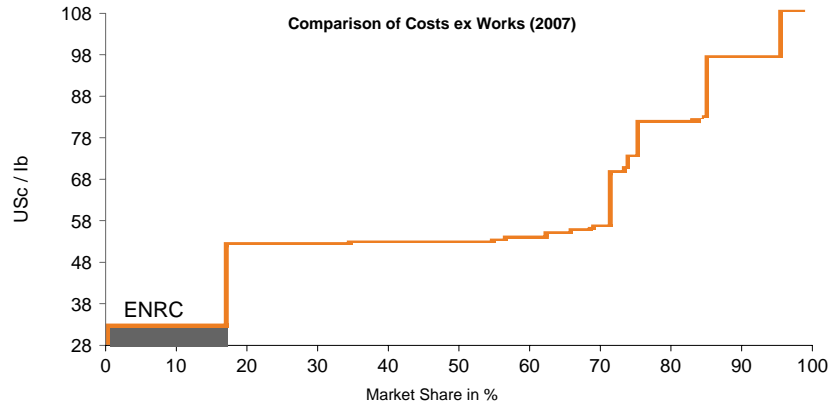
Total: US\$3,442m

* Eurasia comprises Kazakhstan, Russia and other countries of the former Soviet Union; Asia Pacific comprises China, Korea and Japan

Industry Cost Curves (As at year end 2007)

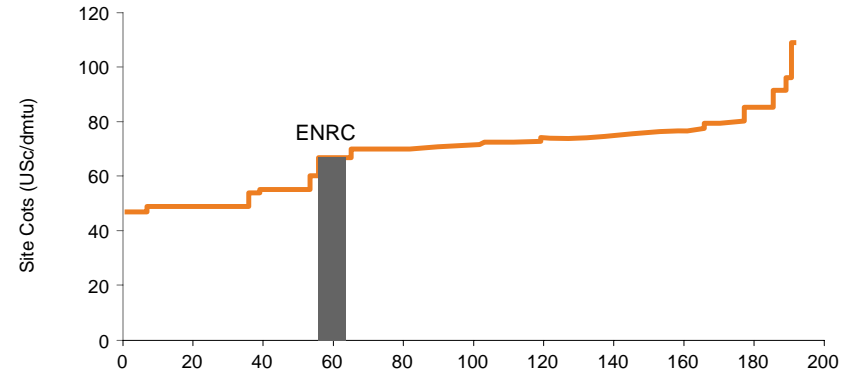


Ferrochrome



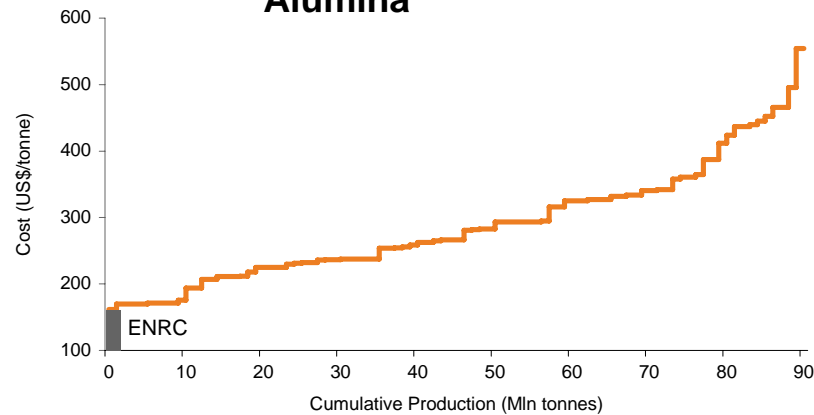
Source: *Heinz H. Pariser, 2007*

Iron Ore Pellets



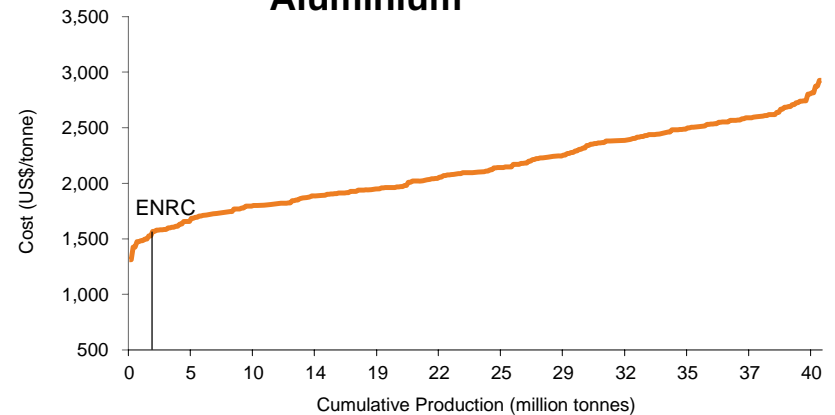
Source: *CRU, 2007*
 Note: *Site costs=royalties+ mining+ beneficiation+ pellet plant+ G+A+ working capital+ freight to fob point*

Alumina



Source: *CRU, 2007*

Aluminium



Source: *CRU, 2007*

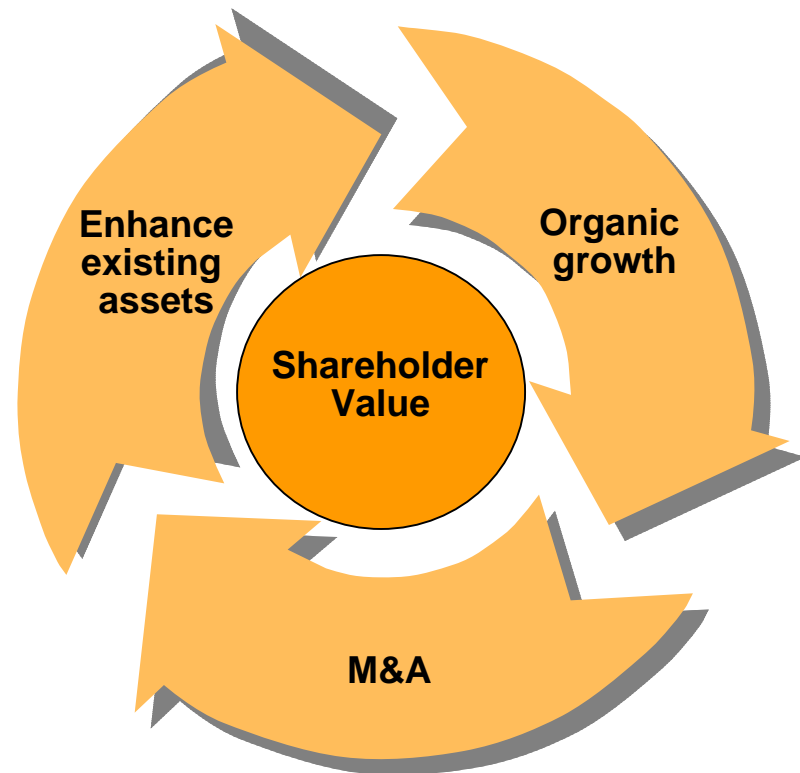
Group Strategic Overview



Strategic priorities

- Maintain and improve upon low cost operations
- Continue expansion and development of existing reserves and capacity
- Add value and customer diversity by expanding the product portfolio
- Expand the asset portfolio and footprint in the region's natural resources sector and within core commodities worldwide
- Commit to high standards of corporate responsibility

Strategy in action



The Group's mission is to achieve growth as a leading natural resources group and to enhance overall value for its shareholders

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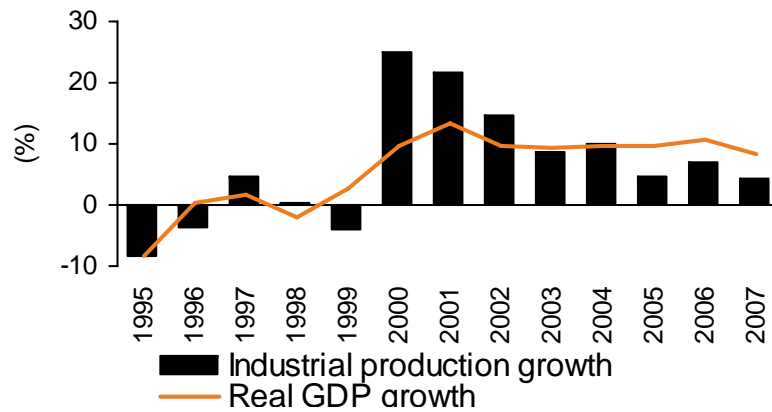
Kazakhstan Overview

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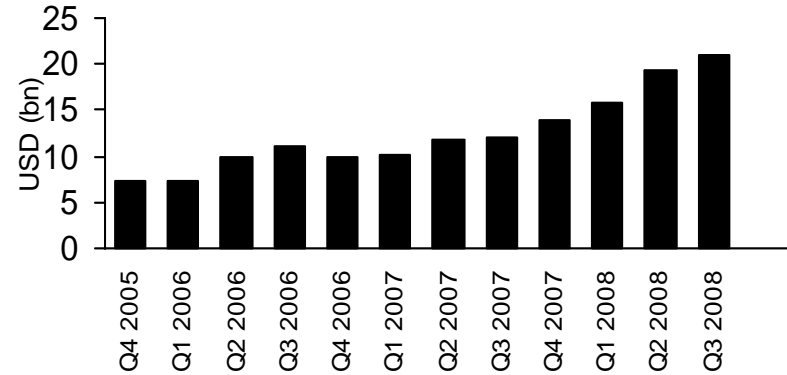
Favourable Economic Outlook



Sustained GDP growth since 2000



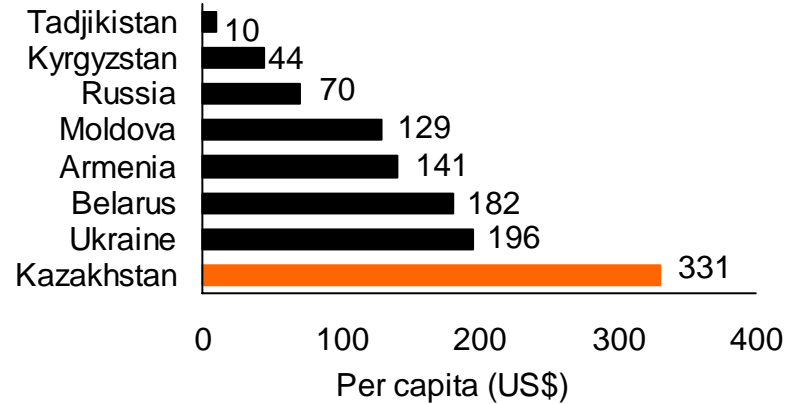
Continued export growth in deteriorating global climate



Stable currency



FDI per capita (2007)

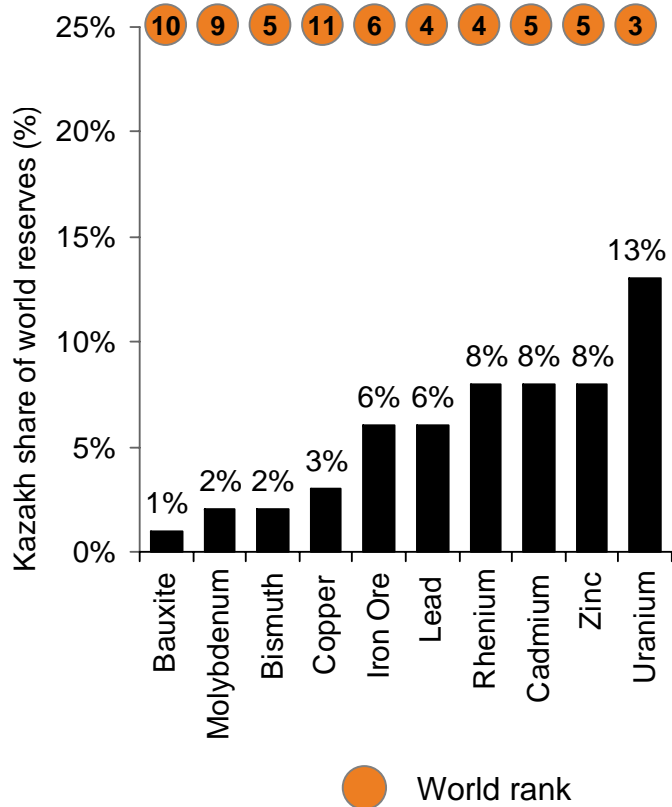


Source: EIU, IMF, EBRD, 2008

Mineral Rich and Adjacent to High Growth Markets

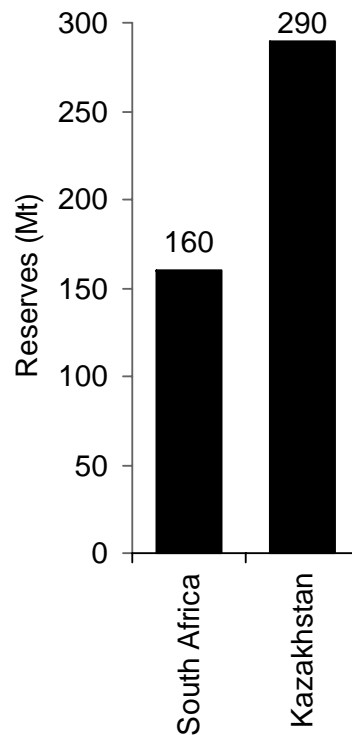


Kazakhstan is resource rich



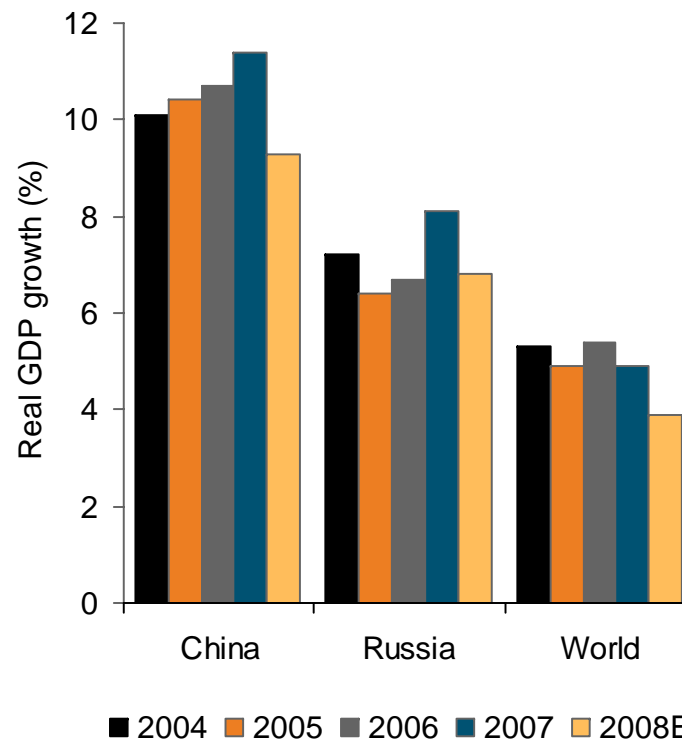
Source: USGS, European Nuclear Society, 2008

Significant chromium reserves



Source: USGS, 2008

Located next to high growth markets



Source: IMF, 2008

Attractive for Investors



Socio-economic

- Politically and socially stable
- Enjoys abundant natural resources wealth
- Low cost inputs – power price is amongst the lowest in the world
- Proximity to high growth emerging markets
- Highly skilled workforce.

Financial

- First FSU country to receive an investment grade rating in 2002
- Expects to join WTO
- Chairmanship of OSCE in 2010
- Tax incentives for priority industries.

Foreign investment

- Recent successful IPOs demonstrate rising investor confidence
- Number of international companies, including Arcelor Mittal, Areva, BG, BP, Cameco, Uranium One, currently operate in Kazakhstan.

Strategic Location



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Update and Outlook

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Financial Highlights for the Nine Months to 30 September 2008



- The Group's financial performance for the period remained very strong, driven by significantly higher prices
- Production volumes across the Group (excluding Serov) increased steadily
- Growth in total costs was successfully managed and was within Management expectations and significantly below the rate of growth for revenues
- Strong balance sheet with gross available funds of US\$2.6bn (as at 30 September 2008)
- The Group continues to pay down its trade finance facility – US\$0.8bn outstanding (as at 30 September 2008)

Revised Capital Expenditure Programme



	Project planned	Project status	Original estimated total cost (US\$m)	Target completion date
Ferroalloys	<ul style="list-style-type: none"> 700ktpa chrome pelletiser 	ACTIVE	110	2009
	<ul style="list-style-type: none"> 440 ktpa replacement and expansion of smelting capacity (Aktobe) 	PLANNED	590	2012
	<ul style="list-style-type: none"> 460ktpa expansion of smelting capacity (Aksu) 	DELAYED	540	TBD
	<ul style="list-style-type: none"> Mine expansion 	ACTIVE	30	2012
Iron ore	<ul style="list-style-type: none"> Pelletiser (5mtpa) & DRI plant (2.8mtpa) 	DELAYED	1,300	TBD
	<ul style="list-style-type: none"> Mine expansion 9mtpa 	Partially Delayed	525	TBD
Alumina & Aluminium	<ul style="list-style-type: none"> Alumina production expansion (200ktpa remaining) 	DELAYED	240	TBD
	<ul style="list-style-type: none"> Phase 2 – aluminium smelter (125ktpa) 	ACTIVE	305	2010
	<ul style="list-style-type: none"> Anode Plant 	ACTIVE	200	2011
	<ul style="list-style-type: none"> Sandy alumina, Soda plant 	DELAYED	240	TBD
Energy	<ul style="list-style-type: none"> Overburden stripping equipment 	ACTIVE	85	2010
	<ul style="list-style-type: none"> Refurbishment of Turbine 1 	COMPLETED	100	2008
	<ul style="list-style-type: none"> Additional 325 MW (Turbine 2) 	ACTIVE	200	2011
	<ul style="list-style-type: none"> Additional 1,200MW generation capacity 	DELAYED	1,260	TBD
	<ul style="list-style-type: none"> 5mtpa mine expansion 	DELAYED	230	TBD
Logistics	<ul style="list-style-type: none"> China Gateway Project 	PLANNED	910	2011

Note: Does not include capital repairs (US\$0.3 billion).

Capital expenditure programme revised to give priority to replacement / productivity enhancing capex

Outlook



- Into Q4 2008, demand has fallen considerably and the outlook for prices and volumes has weakened
- Proactive Response:
 - Production cuts
 - Cost reductions
 - Capex review: focus on replacement / productivity enhancing capital expenditure
- Outlook H1 2009 - broadly in line with Q4 2008
- We maintain a positive view on the medium-term growth prospects for the Chinese and Russian domestic economies
- Growth strategy based on our low cost position, the scale and range of commodities and our geographic location, strategically placed as we are, between China and Russia

ENRC Investment Highlights



High quality assets



Diversified revenues



Integrated operations



Growth



Management team



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Thank you for your attention

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