

DELEVERAGING

AN EXERCISE IN PRUDENCE

Metinvest's financial performance in 2021 made it possible to undertake a series of significant deleveraging exercises. As a result, the Group decreased its total debt to US\$2,242 million as of 31 December 2021.

During the reporting period, Metinvest's most significant deleveraging move was to restructure both debt facilities of Pokrovske Coal. The interest rates were significantly decreased in line with newly agreed repayment schedules. Given an early repayment option, most of the debt was repaid ahead of schedule.

Metinvest also repurchased US\$277 million of its bonds, including US\$135 million of bonds due in 2023 and US\$142 million of bonds due in 2026, and promptly cancelled them afterwards.

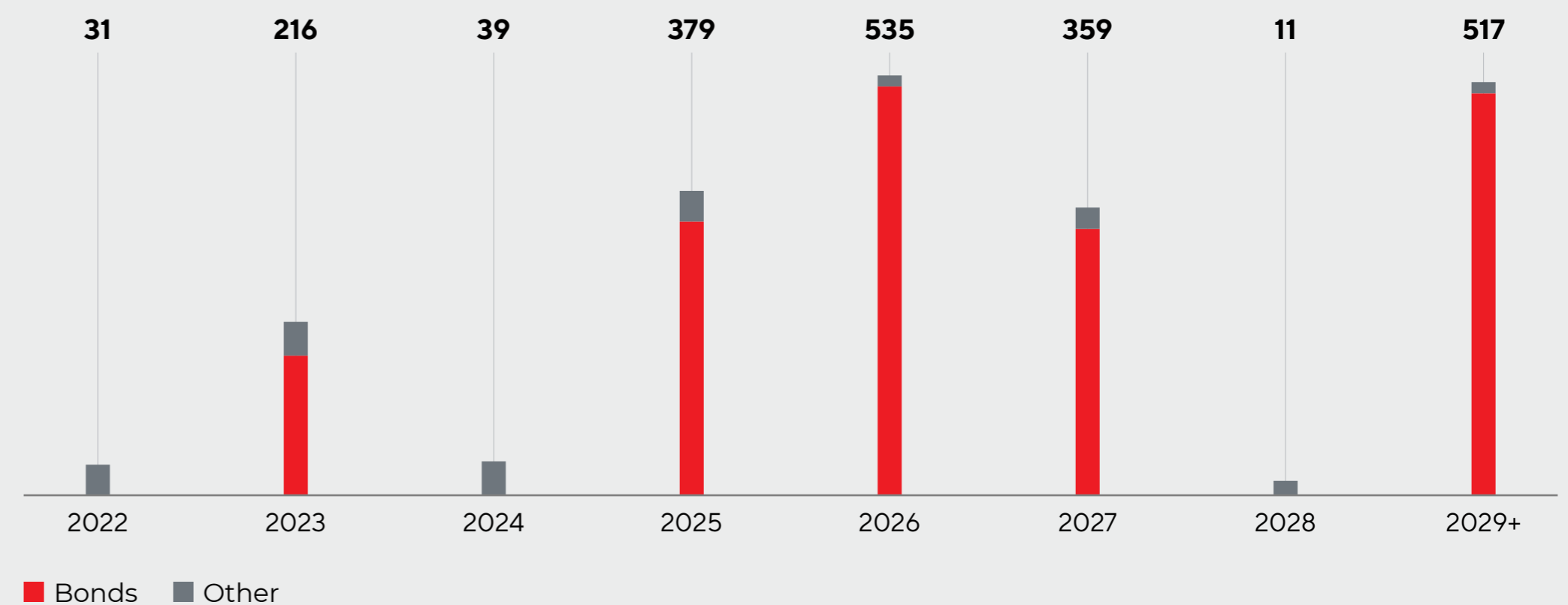
During the year, the Group repaid the PFX facility in full, made repayments on several other bank loans and lease liabilities, and reduced the use of trade finance.

International credit rating agencies improved their assessments of the Group's creditworthiness in 2021. Fitch affirmed its credit rating for Metinvest at 'BB-' while revising the outlook to 'stable' from 'negative'. S&P upgraded its credit rating for the Group to 'B+' from 'B', the outlook 'stable'. Following the Russian invasion of Ukraine, Moody's and Fitch revised their credit ratings for Metinvest downwards, while S&P suspended its ratings for Metinvest and its bonds amid the agency's reduced visibility on the Group's operations.

⁹ Debt resulting from the consolidation of Pokrovske Coal in March 2021, other bank loans and other lease liabilities.

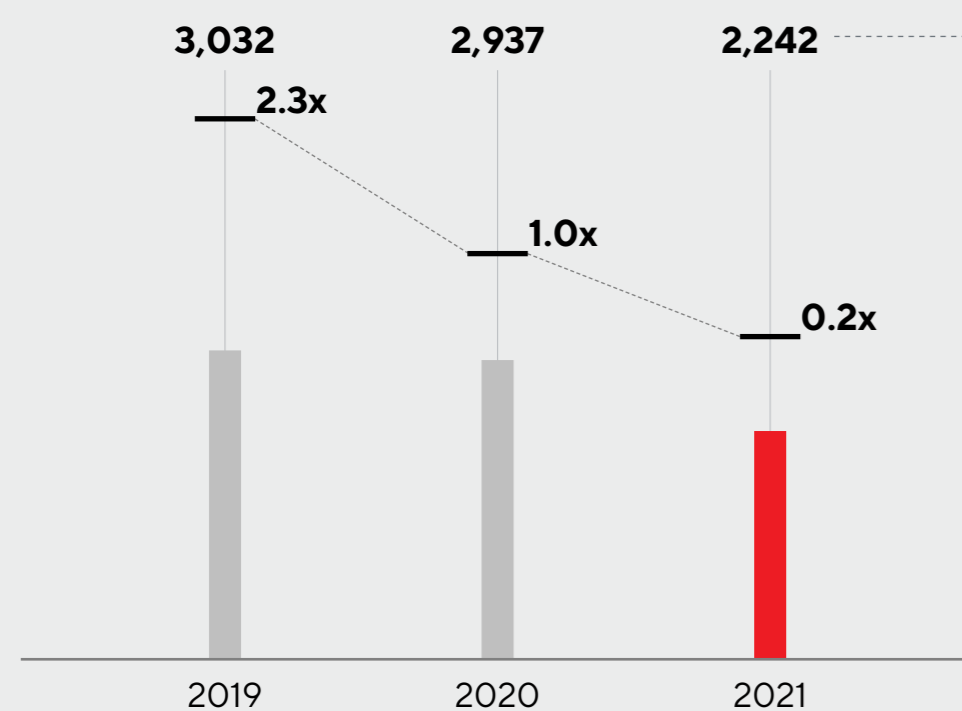
¹⁰ Excluding trade finance and lease liability under IFRS 16. Presented amounts of scheduled instalments include principal only (without accrued interest, fees, commissions and discounts).

Corporate debt maturity as of 31 December 2021 (US\$ mn)¹⁰



Debt portfolio metrics

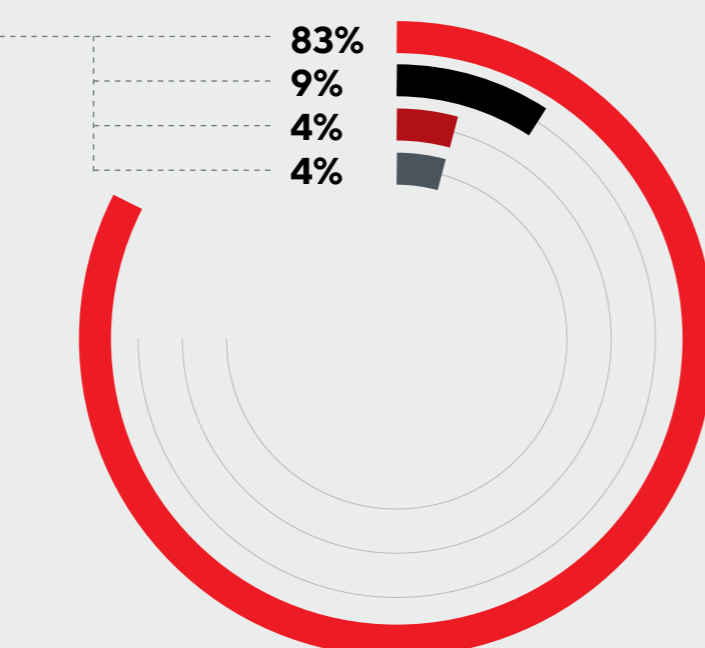
US\$2,242 mn -24%



■ Total debt — Net debt to EBITDA

Total debt by instrument

83% public debt



■ Bonds ■ Trade finance ■ CAPEX financing ■ Other⁹

Total debt decrease in 2021

US\$1,238 mn of deleveraging

