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Chongqing Iron & Steel Company Limited **重慶鋼鐵股份有限公司**

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(在中華人民共和國註冊成立的股份有限公司)

(Stock Code: 1053)

ANNOUNCEMENT ON ESTIMATED DECLINE IN THE INTERIM RESULTS OF 2022

This announcement is made by Chongqing Iron & Steel Company Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

Important note:

- The Company expects that the net profit attributable to the shareholders of the listed company in the first half of 2022 is RMB510.00 million, representing a decrease of approximately RMB2,187.04 million or year-on-year decrease of approximately 81.09% as compared with that of the corresponding period of the previous year (statutory disclosure); and the net profit excluding non-recurring gains or losses attributable to shareholders of the listed company is RMB540.00 million, representing a decrease of approximately RMB2,294.48 million or year-on-year decrease of approximately 80.95% as compared with that of the corresponding period of the previous year (statutory disclosure).

I. ESTIMATED RESULTS DURING THE PERIOD

(I) Estimated results period

1 January 2022 to 30 June 2022.

(II) Estimated results

Based on a preliminary estimate by the finance department, the net profit attributable to the shareholders of the listed company in the first half of 2022 is expected to be RMB510.00 million, representing a decrease of approximately RMB2,187.04 million or year-on-year decrease of approximately 81.09% as compared with that of the corresponding period of the previous year (statutory disclosure).

The net profit excluding non-recurring gains or losses attributable to the shareholders of the listed company in the first half of 2022 is expected to be RMB540.00 million, representing a decrease of approximately RMB2,294.48 million or year-on-year decrease of approximately 80.95% as compared with that of the corresponding period of the previous year (statutory disclosure).

(III) The estimated results have not been audited by auditors.

II. RESULTS FOR THE CORRESPONDING PERIOD OF THE PREVIOUS YEAR

(I) Net profit attributable to the shareholders of the listed company: RMB2,697.041 million. Net profit excluding non-recurring gains or losses attributable to the shareholders of the listed company: RMB2,834.482 million.

(II) Earnings per share: RMB0.30.

III. MAIN REASONS FOR THE ESTIMATED DECLINE IN RESULTS DURING THE PERIOD

In the first half of 2022, under the circumstances of complex and challenging international landscape and sporadic outbreak of the COVID-19, the market demands were sluggish and the global inflation pressure ascended on an ongoing basis, with intensified fluctuation in international bulk commodity market and the price of iron ore remaining high, and the significant spike in prices of coking coal as compared with that of the corresponding period of the previous year in particular. As a result, the Company's production costs were increasing, with decreasing gross profit rate of product and significant year-on-year decline in operating results in the first half of the year.

IV. RISK DISCLOSURE

There are no material uncertainties in the Company that will affect the accuracy of the estimated results.

V. OTHER MATTERS

The foregoing estimated data is a preliminary review only. For the detailed and accurate financial data, please refer to the 2022 interim report to be formally disclosed by the Company. Investors are advised to make decision with prudence and pay attention to the investment risks.

By order of the Board
Chongqing Iron & Steel Company Limited
Zou An
Secretary to the Board

Chongqing, the PRC, 15 July 2022

As at the date of this announcement, the Directors of the Company are: Mr. Zhang Wenxue (Executive Director), Mr. Xie Zhixiong (Executive Director), Mr. Zou An (Executive Director), Mr. Song De An (Non-executive Director), Mr. Lai Xiaomin (Non-executive Director), Mr. Zhou Ping (Non-executive Director), Mr. Sheng Xuejun (Independent Non-executive Director), Mr. Zhang Jinruo (Independent Non-executive Director) and Mr. Guo Jiebin (Independent Non-executive Director).