

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

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 CHANGE OF PURPOSE AND CANCELLATION OF THE REPURCHASED SHARES

This announcement is made by the board of directors (the “**Board**”) of Chongqing Iron & Steel Company Limited (the “**Company**”) pursuant to Rule 13.09(2) and Rule 13.10B 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The Company convened the 2nd meeting of the 10th session of the Board and the 2nd meeting of the 10th session of the supervisory committee on 2 July 2024, at which the Resolution on Change of the Purpose and Cancellation of the Repurchased Shares was considered and approved. On 6 June 2024, the Company disclosed the ANNOUNCEMENT IN RELATION TO PROPOSAL ON THE REPURCHASE OF SHARES OF THE COMPANY THROUGH CENTRALISED PRICE BIDDING, stating that it would repurchase the A shares of the Company at a total amount of not less than RMB50 million and not more than RMB100 million, and that the purpose of the repurchased shares was “for equity incentives”, which is now proposed to be changed to “for cancellation to reduce registered capital”. The resolution is subject to consideration at the general meeting. The relevant matters are announced as follows:

I. INFORMATION ON THE REPURCHASE OF SHARES

The Company convened the 36th meeting of the 9th session of the Board on 5 June 2024, at which the Resolution on the Repurchase of the A Shares of the Company through Centralised Price Bidding was considered and approved, pursuant to which the Company was approved to repurchase the A shares with its self-owned funds through centralised price bidding for equity incentive, at a total amount of funds for this repurchase not less than RMB50 million and not more than RMB100 million. The Company disclosed the Repurchase Report on Repurchase of the Shares of the Company through Centralised Price Bidding on 8 June 2024; and implemented the repurchase for the first time on 13 June.

The Company has repurchased an aggregate of 66.8385 million A shares, representing 0.749% of the total share capital of the Company; a payment with an aggregate amount of RMB69.7525 million (exclusive of transaction cost) has been made; and the implementation of the repurchase proposal has yet to be completed.

II. REASONS FOR CHANGE OF PURPOSE AND CANCELLATION OF THE REPURCHASED SHARES

In accordance with the Company Law, the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange, the Self-disciplinary Supervision Guideline No. 7 for Companies Listed on the Shanghai Stock Exchange – Repurchase of Shares and other laws and regulations, as well as the relevant provisions of the Articles of Association, the Company, in the light of the changes in the capital market as well as its actual situation and in order to safeguard the interests of investors at large, proposes to change the purpose of the repurchased shares from “for equity incentives” to “for cancellation to reduce registered capital”. The cancellation of the aforesaid repurchased shares is conducive to improving indicators such as earnings per share, boosting investor confidence, and safeguarding the interests of investors at large.

III. IMPACT OF CHANGE OF PURPOSE AND CANCELLATION OF THE REPURCHASED SHARES ON THE COMPANY

As the implementation of the repurchase proposal has yet to be completed, the changes in the share structure of the Company upon the cancellation of the repurchased shares will be determined after the implementation of the repurchase proposal is completed.

The change of purpose and cancellation of the repurchased shares is in compliance with the Rules on Share Repurchases by Listed Companies, the Self-disciplinary Supervision Guideline No. 7 for Companies Listed on the Shanghai Stock Exchange – Repurchase of Shares and other regulations, and is not detrimental to the interests of the Company and all its shareholders; it will not have any material adverse impact on the Company’s operation, finance, research and development, ability to fulfil its debts or future development; it will not lead to any change in the control over the Company or alter the Company’s listing status, and the distribution of the Company’s shareholding still meets the conditions for a listed company.

IV. PROCEDURES YET TO BE FULFILLED FOR THE CHANGE OF PURPOSE OF THE REPURCHASED SHARES

In accordance with relevant laws and regulations as well as the Articles of Association, the change of the purpose and cancellation of the repurchased shares was considered and approved at the 2nd meeting of the 10th session of the Board and the 2nd meeting of the 10th session of the supervisory committee, and is subject to consideration at the general meeting of the Company. The Board of the Company shall propose to authorise the management of the Company to carry out the relevant procedures for the cancellation of the shares at the general meeting. The Company will subsequently fulfil the consideration procedures and make timely disclosure in accordance with relevant laws and regulations.

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

Chongqing, the PRC, 3 July 2024

As at the date of this announcement, the Directors of the Company are: Mr. Xie Zhixiong (Executive Director), Mr. Meng Wenwang (Executive Director), Mr. Zou An (Executive Director), Mr. Song De An (Non-executive Director), Mr. Lin Changchun (Non-executive Director), Mr. Zhou Ping (Non-executive Director), Mr. Sheng Xuejun (Independent Non-executive Director), Ms. Tang Ping (Independent Non-executive Director) and Mr. Guo Jiebin (Independent Non-executive Director).