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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 THE IMPLEMENTATION RESULT OF SHARE REPURCHASE AND CHANGES IN SHAREHOLDING STRUCTURE**

This announcement is made by the board of directors (the “**Board**”) of Chongqing Iron and Steel Company Limited (the “**Company**”) pursuant to Rules 13.09(2) and 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 (Cap. 571 of the Laws of Hong Kong).

#### **I. APPROVAL OF REPURCHASE AND CONTENT OF REPURCHASE PLAN**

The Company convened the 36th meeting of the 9th session of the Board on 5 June 2024, and considered and approved the “Resolution on the Repurchase of A shares of the Company by Centralised Price Bidding”, the content of the repurchase plan:

##### **(I) Purpose of the Company’s share repurchase**

The proposed repurchase of share is for equity incentive.

##### **(II) Types of the proposed repurchase of shares**

The RMB ordinary shares (A shares) issued by the Company.

##### **(III) Method of the proposed repurchase of shares**

It is proposed to adopt centralised price bidding.

**(IV) Term of the repurchase, starting and ending dates**

No more than 6 months from the date of approval of the repurchase plan by the Board of the Company.

**(V) Purpose of the proposed repurchase of shares, number of shares, proportion of the Company's total share capital, total amount of funds and source of funds**

The proposed repurchase of share is for equity incentive, and the total amount of funds for this repurchase shall not be less than RMB50 million and not more than RMB100 million. Based on the total repurchase cap of fund of RMB100 million and the repurchase price cap of RMB2 per share (inclusive), if all shares are repurchased at the highest price, the estimated number of shares that can be repurchased is 50 million shares, accounting for approximately 0.56% of the Company's total issued share capital.

The Company will repurchase shares according to the above conditions. The specific number of shares to be repurchased, the proportion out of the total share capital and the total amount of funds to be repurchased shall be subject to the actual repurchase amount at the expiry of the repurchase period. The source of funds for this repurchase of shares is the self-raised funds of the Company.

**(VI) Price of the repurchase**

The price of the repurchased shares shall not exceed RMB2 per share (inclusive) and shall not be higher than 150% of the average trading price of the Company's shares in the 30 trading days before the approval of the resolution on the repurchase of shares by the Board.

**(VII) Sources of funds to be used for repurchase**

The source of funds for this repurchase of shares is the self-raised funds of the Company.

## **(VIII) Expected changes in the shareholding structure of the Company after the repurchase**

If all the repurchased shares are used for equity incentive and locked in, there will be no change in the shareholding structure of the Company. According to the resolution of the Board on 2 July, the Company intends to change the purpose of repurchase of shares from “for equity incentive” to “for cancellation to reduce registered capital”, such resolution shall be submitted to the general meeting for consideration and shall be processed for cancellation after the fulfilment of the obligation to notify creditors. The final status of changes in shareholding structure after the cancellation is subject to the share capital structure issued by Shanghai Branch of China Securities Depository and Clearing Corporation Limited with timely information disclosure.

## **II. IMPLEMENTATION OF THE REPURCHASE**

The share repurchase period of the Company expired on 5 December 2024. During the repurchase period, the Company repurchased an aggregate of 66.8385 million A shares, representing 0.749% of the total share capital of the Company, with the lowest price purchased being RMB1.02 per share and the highest price being RMB1.08 per share, and a payment with an aggregate amount of RMB69.7525 million (exclusive of transaction cost).

The actual number of shares repurchased by the Company, the repurchase price and the total amount of funds used were in compliance with the share repurchase plan considered and approved by the Board. The actual implementation of the share repurchase plan did not differ from the originally disclosed repurchase plan, and the Company has completed the repurchase in accordance with the plan disclosed. The aforesaid repurchases of the Company were in compliance with the provisions of laws and regulations and the Company’s repurchase plan.

Impact of the implementation of this share repurchase plan on the Company: the funds used for the implementation of the repurchase of shares are self-raised funds, which will not have any significant impact on the Company’s operation, finance and future development. The repurchase will not lead to any change in the control over the Company, and the distribution of the Company’s shareholding after the repurchase meets the conditions for a listed company and will not affect the Company’s listing status.

### **III. TRADING OF SHARES BY RELEVANT PARTIES DURING THE REPURCHASE PERIOD**

On 18 July 2024, the Company disclosed the Announcement of Chongqing Iron & Steel Company Limited on the De Facto Controller's Wholly-owned Subsidiary's Plan to Increase its Shareholding in the Company (Announcement No. 2024-034), in which Huabao Investment plans to increase the shareholding in A shares of the Company with its internal funds by way of centralised price bidding within 12 months from the date of disclosure of this announcement. The maximum amount of the increase in shareholding shall be RMB300 million and the minimum amount of the increase in shareholding shall be RMB150 million, and the maximum price of the increase in shareholding shall not exceed RMB2.00 per share.

As of 5 December 2024, Huabao Investment actually increased its shareholding by 112,959,680 shares, accounting for 1.27% of the total share capital of the Company, the amount of the increase: RMB117,972,474.90, and the lowest price of the purchase was RMB1.03 per share and the highest price was RMB1.05 per share.

During the repurchase period, the directors, supervisors and senior management of the Company did not trade in the shares of the Company during the period from the date of the Company's first disclosure of the repurchase of shares to the day prior to the disclosure of this announcement.

#### IV. TABLE OF CHANGES IN SHAREHOLDING STRUCTURE

The changes in the Company's shareholding structure before and after the repurchase and cancellation of shares are as follows:

Type of shares	Before this repurchase		After this repurchase		
	Number of shares (shares)	Proportion (%)	Number of shares (shares)	Proportion (%)	
Domestic Listed A Shares	Restricted shares	-	-	-	
	Non-restricted shares	8,380,475,067	8,380,475,067	93.97	
	Including: Securities account designated for repurchase	-	66,838,500	0.75	
	Total	<u>8,380,475,067</u>	<u>93.97</u>	<u>8,380,475,067</u>	<u>93.97</u>
Overseas Listed H Shares	Total	<u>538,127,200</u>	<u>6.03</u>	<u>538,127,200</u>	<u>6.03</u>
Total number of shares	<u>8,918,602,267</u>	<u>100</u>	<u>8,918,602,267</u>	<u>100</u>	

#### V. ARRANGEMENT FOR THE REPURCHASED SHARES

All the shares repurchased by the Company are deposited in the designated securities account of the Company for repurchase, and during the period of deposit, they are not entitled to the voting right at shareholders' meetings, profit distribution, capitalisation of provident fund, subscription of new shares and allotment of shares, pledge and other rights.

The Company repurchased an aggregate of 66,838,500 shares. As 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 of the Company, in accordance with the Company Law, the Rules for 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 Articles of Association, the Company intends to change the purpose of repurchase of shares from “for equity incentive” to “for cancellation to reduce registered capital” in order to safeguard the interests of investors according to the changes in the capital market and its own actual situation. For details, please refer to the Announcement on Change of Purpose and Cancellation of the Repurchased Shares (Announcement No. 2024-032) dated 3 July 2024. Pursuant to Article 20 of the Rules on Share Repurchases by Listed Companies and Article 31 of the Self-disciplinary Supervision Guideline No. 7

for Companies Listed on the Shanghai Stock Exchange – Repurchase of Shares, if a company repurchases shares for the purpose of reducing its registered capital, a resolution shall be made by the board of directors in accordance with the law and submitted to the shareholders’ meeting for consideration, and approved by more than two-thirds of the voting rights of the shareholders present at the meeting. The Company will subsequently apply for the cancellation of such repurchased shares and reduction of registered capital in accordance with the relevant rules after convening a general meeting (and a shareholders’ class meeting) to consider and approve a resolution on change of purpose of the repurchased shares for cancellation and reduction of registered capital and after having complied with the creditors’ notifications and announcements in accordance with the law.

The Company will continue to comply with the relevant provisions of the Rules on Share Repurchases by Listed Companies and the Self-disciplinary Supervision Guideline No. 7 for Companies Listed on the Shanghai Stock Exchange – Repurchase of Shares, and the use or cancellation of repurchased shares for the purposes as determined in the share repurchase plan of the Company considered and approved by the Board and the general meeting of the Company, and will fulfil the information disclosure obligations in a timely manner.

By Order of the Board  
**Chongqing Iron & Steel Company Limited**  
**Kuang Yunlong**  
*Secretary to the Board*

Chongqing, the PRC, 6 December 2024

*As at the date of this announcement, the Directors of the Company are: Mr. Wang Huxiang (Executive Director), Mr. Meng Wenwang (Executive Director), Mr. Kuang Yunlong (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).*