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.

馬鞍山鋼鐵股份有限公司

Maanshan Iron & Steel Company Limited

(A joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 00323)

INSIDE INFORMATION/OVERSEAS REGULATORY ANNOUNCEMENT
2026 THIRD QUARTERLY REPORT

This announcement is made pursuant to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

IMPORTANT NOTICE:

The board of directors (the "**Board**"), the supervisory committee, the directors, the supervisors and senior management of Maanshan Iron & Steel Company Limited (the "**Company**") warrant that there are no false representations or misleading statements contained in, or material omissions from this report; and severally and jointly accept full responsibility for the truthfulness, accuracy and completeness of the information contained in this report.

Mr. Jiang Yuxiang, the person-in-charge of the Company; Mr. Chen Guorong, the person overseeing accounting operations; and Mr. Le Zhihai, the person-in-charge of the Accounting Department, make representations in respect of the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

The financial statements contained in this third quarterly report as calculated based on PRC GAAP have not been audited, but have been reviewed by the Audit and Compliance Management Committee of the Board of the Company.

I. MAJOR FINANCIAL DATA

(I) Major accounting data and financial indicators

Unit: Yuan Currency: RMB

Items	**The reporting period**	Increase/ decrease of the reporting period as compared to the same period of previous year *(%)*	**From the beginning of the year to the end of the reporting period**	Increase/ decrease of the period from the beginning of the year to the end of the reporting period as compared to the same period of previous year *(%)*
Revenue	**17,281,198,942**	-11.36	**54,505,755,670**	-5.33
Total profit	**-163,630,004**	-144.71	**-43,726,931**	-109.04
Net profit attributable to equity holders of the Company	**-108,335,426**	-168.39	**-178,234,215**	-313.13
Net profit excluding non-recurring gains or losses attributable to equity holders of the Company	**-192,087,532**	-208.98	**-414,865,179**	-709.86
Net cash flows from operating activities	**Not applicable**	Not applicable	**3,769,775,600**	-12.82
Basic earnings per share *(RMB/share)*	**-0.01**	-168.45	**-0.02**	-311.93
Diluted earnings per share *(RMB/ share)*	**-0.01**	-168.45	**-0.02**	-311.93
Return on net assets (weighted average) *(%)*	**-0.45**	Decreased by 1.11 percentage points	**-0.74**	Decreased by 1.09 percentage points

	As at the end of the reporting period	As at the end of previous year	Increase/decrease as at the end of the reporting period as compared to the end of previous year *(%)*
Total assets	**80,116,524,716**	81,746,797,461	-1.99
Equity attributable to the shareholders of the Company	**23,852,735,014**	24,026,672,263	-0.72

Note: "The reporting period" refers to the three-month period from the beginning of the quarter to the end of the quarter, the same below.

(II) Items and amounts of non-recurring gains or losses

Unit: Yuan Currency: RMB

Items	**Amount for the period**	Amount from the beginning of the year to the end of the reporting period
Gains/losses from disposal of non-current assets, including the write-off of provision for impairment on assets	**164,865,645**	269,191,622
Government subsidies recognized in current gains/losses, excluding those having close relationship with the Company's normal business, conforming to the national policies and regulations and enjoying according to established standard, and having a constant impact on the profit or loss of the Company	**1,556,869**	9,179,191
Non-operating income and expenses other than the above items	**-971,809**	-1,622,085
Other gains and losses that meet the definition of non-recurring profit or loss	**–**	97,078,464
Less: Impact of income tax	**145,921**	848,146
Impact of non-controlling interests (after tax)	**81,552,678**	136,348,082
Total	**83,752,106**	236,630,964

(III) Changes in major accounting information and financial indicators of the Company and the reasons thereof

Item	Percentage of change *(%)*	Main reason
Total profit _ The reporting period	-144.71	For the period from January to September 2026, the Company incurred an operating loss, primarily due to the year-on-year narrowing of the spread between purchase and selling prices, the increase in coal and coke prices in the third quarter, and the loss attributable to the Company's investment in Jinma Energy.
Total profit _ From the beginning of the year to the end of the reporting period	-109.04	
Net profit attributable to equity holders of the Company _ The reporting period	-168.39	
Net profit attributable to equity holders of the Company _ From the beginning of the year to the end of the reporting period	-313.13	
Net profit excluding non-recurring gains or losses attributable to equity holders of the Company _ The reporting period	-208.98	
Net profit excluding non-recurring gains or losses attributable to equity holders of the Company _ From the beginning of the year to the end of the reporting period	-709.86	
Basic earnings per share (RMB/share) _ The reporting period	-168.45	
Basic earnings per share (RMB/share) _ From the beginning of the year to the end of the reporting period	-311.93	
Diluted earnings per share (RMB/share) _ The reporting period	-168.45	
Diluted earnings per share (RMB/share) _ From the beginning of the year to the end of the reporting period	-311.93	

II. SHAREHOLDER INFORMATION

(I) Total number of shareholders and table of shareholdings of the top ten shareholders

Unit: Share

Total number of shareholders as at the end of the reporting period 121,540

Shareholding of the top ten shareholders

Name of shareholder	Nature of Shareholders	Number of shares held	Percentage of shareholding *(%)*	Number of Restricted shares held	Number of pledged, marked or frozen shares	
					Status	Volume
Magang (Group) Holding Company Limited	State-owned legal person	3,733,677,149	48.49	–	Nil	–
Hong Kong Securities Clearing Company (Nominees) Limited	Overseas legal person	1,720,554,295	22.34	–	Unknown	Unknown
Hong Kong Securities Clearing Company Limited	Overseas legal person	81,939,235	1.06	–	Unknown	Unknown
Beijing Guoxing Real Estate Management Co., Ltd.	Domestic non-state-owned legal person	41,900,000	0.54	–	Unknown	Unknown
Bank of Ningbo Co., Ltd. – Dong Fang Hong Zhiyuan Three-Year Holding Period Mixed Securities Investment Fund	Other	21,407,000	0.28	–	Unknown	Unknown
GF Securities Co., Ltd. – Cathay FTSE China A-Share Free Cash Flow Focus Traded Open-End Index Securities Investment Fund	Other	16,234,200	0.21	–	Unknown	Unknown
Industrial and Commercial Bank of China Limited – Dong Fang Hong China Strengthen Balanced Mix Securities Investment Fund	Other	15,293,000	0.20	–	Unknown	Unknown
Shen Chao	Domestic natural person	11,000,000	0.14	–	Unknown	Unknown
Industrial and Commercial Bank of China Limited – Rong Tong China Style No. 1 Balanced Mixed Securities Investment Fund	Other	14,000,000	0.18	–	Unknown	Unknown
GF Securities Co., Ltd.	Other	12,773,720	0.17	–	Unknown	Unknown

Shareholding of the top ten holders without restricted selling condition

Name of shareholder	Number of shares held not subject to trading moratorium	Class and number of shares	
		Class	Number
Magang (Group) Holding Company Limited	3,733,677,149	Ordinary shares in RMB	3,733,677,149
Hong Kong Securities Clearing Company (Nominees) Limited	1,720,554,295	Overseas listed foreign shares	1,720,554,295
Hong Kong Securities Clearing Company Limited	81,939,235	Ordinary shares in RMB	81,939,235
Beijing Guoxing Real Estate Management Co., Ltd.	41,900,000	Ordinary shares in RMB	41,900,000
Bank of Ningbo Co., Ltd. – Dong Fang Hong Zhiyuan Three-Year Holding Period Mixed Securities Investment Fund	21,407,000	Ordinary shares in RMB	21,407,000
GF Securities Co., Ltd. – Cathay FTSE China A-Share Free Cash Flow Focus Traded Open-End Index Securities Investment Fund	16,234,200	Ordinary shares in RMB	16,234,200
Industrial and Commercial Bank of China Limited – Dong Fang Hong China Strengthen Balanced Mix Securities Investment Fund	15,293,000	Ordinary shares in RMB	15,293,000
Shen Chao	11,000,000	Ordinary shares in RMB	11,000,000
Industrial and Commercial Bank of China Limited – Rong Tong China Style No. 1 Balanced Mixed Securities Investment Fund	14,000,000	Ordinary shares in RMB	14,000,000
GF Securities Co., Ltd.	12,773,720	Ordinary shares in RMB	12,773,720

Notes on the above shareholders' affiliated relation or concerted action: Magang (Group) Holding Company Limited has no affiliated relation with any of the other foregoing shareholders, nor is a person acting in concerted action; however, it is not in the knowledge of the Company whether there is any affiliated relation among other foregoing shareholders and whether they are persons acting in concerted.

Note: As at the end of the reporting period, Hong Kong Securities Clearing Company (Nominees) Limited held 1,720,554,295 H Shares of the Company on behalf of its several customers, including Baosteel Hong Kong Investment Ltd., holding 358,950,000 H Shares of the Company.

III. OTHER REMINDERS

In the first three quarters of 2026, the national economy maintained steady progress with positive momentum. However, the steel industry continued to face insufficient demand, with national production of pig iron, crude steel, and steel products decreasing by 3.0%, 2.9% and 2.0% year-on-year, respectively. Affected by both supply and demand, the average domestic steel price index decreased by 1.48% year-on-year, and the Platts Iron Ore Index decreased by 2.0% year-on-year, while the coking coal price index increased by 28.70% year-on-year and by 23.94% quarter-on-quarter in the third quarter. Under the dual pressure of declining steel prices and high costs for raw materials and fuel, steel enterprises continued to face increasing operational pressure.

In the face of a severe market environment, the Company and its subsidiaries (the "**Group**") adhered to the "three reductions and three enhancements" initiative as the key lever, adopted category-specific measures to improve operational efficiency, management effectiveness and asset quality; steadily advanced the "four major costs" improvement projects to further compress cost and expense space and continuously promote cost reduction and efficiency enhancement; continuously deepened accounting-based operations, strengthened whole-process cost control and profit orientation, and made every effort to improve operating quality and profitability. From January to September, the Group produced 13.54 million tons of pig iron, 14.48 million tons of crude steel and 14.39 million tons of commodity billet, representing year-on-year decreases of 4.11%, 5.16% and 5.33%, respectively; it achieved operating revenue of RMB54.506 billion, a year-on-year decrease of 5.33%; and reported a total profit of RMB-0.044 billion. In the first three quarters, Magang Limited recorded operating revenue of RMB45.138 billion and total profit of RMB0.124 billion, representing year-on-year decreases of 6.18% and 57.93%, respectively, with the change in total profit mainly attributable to the narrowing of the price spread between procurement and sales; Changjiang Steel recorded operating revenue of RMB9.405 billion and total profit of RMB-0.036 billion, representing year-on-year decreases of 2.83% and 117.07%, respectively, with the year-on-year change in total profit mainly attributable to the narrowing of the procurement-sales margin, crude steel production control and equipment accidents, among other factors. The main work measures are as follows:

First, the adjustment of the product structure was deepened. The advantages of key products and regional strengths were fully leveraged, product markets were segmented, and integrated, portfolio-based marketing covering products, technology and services was strengthened. Magang Limited's "2+2+N" product sales volume reached 5.57 million tons, representing a year-on-year increase of 13 percentage points; the terminal sales rate of steel products reached 65.7%, representing a year-on-year increase of 25 percentage points; and steel exports amounted to 1.19 million tons, representing a year-on-year increase of 19 percentage points. Changjiang Steel continued to expand its direct terminal supply sales channels, with the proportion of direct supply rising from 64.6% in January to 92.86% in September. The product structure of rebars shifted toward higher value-added and differentiated specifications, with a significant increase in the proportion of large-specification products.

Second, cost reduction across the four major categories was advanced. The "four major costs" improvement projects were advanced in a coordinated manner, cost-reduction potential was thoroughly explored, and the implementation of cost-reduction and efficiency-enhancement measures was continuously strengthened. Magang Limited optimized its raw material structure by improving "coal blending, ore blending, alloy blending and scrap steel blending", resulting in a cumulative reduction of RMB1.26 billion in manufacturing process costs compared with the average level for the previous year. Changjiang Steel reduced molten iron costs through feedstock innovation and optimization of the raw material and fuel structure; promoted lower logistics costs by adjusting the transportation structure and strengthening lean process control; further reduced energy costs by increasing the proportion of self-generated electricity and coordinating the balance of energy media; and systematically advanced quality-driven cost reduction by strengthening whole-process quality traceability and reducing the proportion of waste and defective products. Changjiang Steel's manufacturing process costs were cumulatively reduced by RMB66 million compared with the corresponding period of the previous year.

Third, product quality was continuously improved. Compared with the previous year, Magang Limited's completion rate of contract increased by 2.14 percentage points, the incidence of waste and defective products decreased by 0.7 percentage points, and the spot sales incidence decreased by 0.8 percentage points. Changjiang Steel optimized production processes, strengthened process monitoring and quality control, reduced the waste and defective rate, and increased the product qualification ratio.

Fourth, capital operation efficiency was improved. Focusing on "lowering debt, controlling accounts receivable and inventory, and revitalizing capital", capital planning management was strengthened. The ratio of operation cash flow to due cash flow cumulatively reached 110.20%. As at the end of September, the balance of trade receivables decreased by RMB348 million compared with the beginning of the year, and the scale of liabilities decreased by RMB1.378 billion compared with the beginning of the year.

In the fourth quarter, in the face of insufficient demand, price pressure and intensifying competition, on the one hand, the Company will remain confident, take proactive measures, continue to optimize the product structure, improve product quality and strengthen coordination and collaboration. Externally, it will enhance market assessment and actively expand market reach; internally, it will thoroughly explore cost-reduction potential and strictly control costs and expenses, so as to ensure stable and smooth production and enhance product competitiveness and operating performance. On the other hand, the Company will accelerate the pace of reform, strengthen standardized management and risk prevention and control of its associate companies, thereby reinforcing operational security.

IV. QUARTERLY FINANCIAL STATEMENT

Consolidated Statement of Financial Position
30 September 2026

Unit: RMB

	30 September 2026 Unaudited	31 December 2025 Audited
CURRENT ASSETS:		
Cash and bank balances	**10,835,891,962**	11,769,801,934
Notes receivable	**628,685,071**	572,691,130
Trade receivables	**2,468,230,339**	2,816,512,581
Financing receivables	**1,465,525,801**	1,279,050,625
Prepayments	**675,319,921**	439,550,590
Other receivables	**547,605,843**	376,522,535
Inventories	**7,953,465,355**	7,410,383,368
Other current assets	**264,635,115**	191,002,772
Total current assets	**24,839,359,407**	24,855,515,535

	30 September 2026 Unaudited	31 December 2025 Audited
NON-CURRENT ASSETS:		
Long-term equity investments	**5,839,675,830**	6,171,725,674
Other equity instruments investments	**532,527,042**	529,512,184
Investment properties	**220,591,007**	51,174,126
Property, plant and equipment	**45,067,837,432**	45,747,321,970
Construction in progress	**1,529,587,485**	1,976,324,641
Right-of-use assets	**46,023,831**	297,919,634
Intangible assets	**1,745,790,840**	1,815,809,118
Deferred tax assets	**295,131,842**	301,494,579
Total non-current assets	**55,277,165,309**	56,891,281,926
TOTAL ASSETS	**80,116,524,716**	81,746,797,461
CURRENT LIABILITIES:		
Short-term loans	**8,693,109,932**	10,759,496,729
Notes payable	**14,071,771,719**	10,452,314,143
Trade payables	**7,628,904,617**	9,381,832,392
Contract liabilities	**4,796,101,498**	4,247,904,586
Payroll and employee benefits payable	**209,501,035**	274,397,346
Taxes payable	**107,564,026**	238,476,858
Other payables	**3,023,285,151**	3,031,625,066
Non-current liabilities due within one year	**2,821,060,768**	2,372,076,286
Accrued liabilities	**2,967,834**	11,218,478
Other current liabilities	**621,180,806**	548,260,463
Total current liabilities	**41,975,447,386**	41,317,602,347

	30 September 2026 Unaudited	31 December 2025 Audited
NON-CURRENT LIABILITIES:		
Long-term loans	**1,362,644,421**	3,049,493,813
Lease liabilities	**27,522,618**	336,261,229
Long-term employee benefits payable	**265,081**	265,081
Deferred revenue	**765,075,436**	804,941,750
Total non-current liabilities	**2,155,507,556**	4,190,961,873
TOTAL LIABILITIES	**44,130,954,942**	45,508,564,220
SHAREHOLDERS' EQUITY:		
Paid-in capital (or share capital)	**7,700,681,186**	7,700,681,186
Capital reserve	**9,532,614,062**	9,531,206,765
Other comprehensive income	**-14,848,651**	-6,674,030
Special reserve	**74,126,918**	65,676,892
Surplus reserve	**4,720,262,452**	4,720,262,452
Retained earnings	**1,839,899,047**	2,015,518,998
Total shareholders' equity attributable to the equity holders of the parent company	**23,852,735,014**	24,026,672,263
Minority shareholders' equity	**12,132,834,760**	12,211,560,978
Total shareholders' equity	**35,985,569,774**	36,238,233,241
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**80,116,524,716**	81,746,797,461

Consolidated Income Statement

January to September 2026

Unit: RMB

		January to September 2026 Unaudited	January to September 2025 Unaudited
I.	**Total revenue**	**54,505,755,670**	57,572,189,470
II.	**Total cost of sales**	**54,472,228,946**	57,051,987,894
	Including: Cost of sales	**52,460,056,682**	54,640,962,813
	Taxes and surcharges	**336,935,302**	371,688,949
	Selling expenses	**177,214,310**	206,641,245
	General and administrative expenses	**769,592,562**	682,779,387
	R&D expenses	**555,438,129**	784,357,770
	Financial expenses	**172,991,961**	365,557,730
	Including: Interest expense	**251,436,317**	409,189,545
	Interest income	**119,407,188**	82,148,521
	Add: Other income	**114,039,191**	306,458,869
	Investment income	**-172,115,344**	48,309,959
	Including: Share of profits of associates and joint ventures	**-151,663,157**	49,691,701
	Credit impairment losses	**14,895,666**	-20,679,172
	Asset impairment losses	**-302,518,177**	-338,366,586
	Gains on disposal of assets	**347,134,769**	-33,650,984
III.	**Operating profit**	**34,962,829**	482,273,662
	Add: Non-operating income	**2,831,019**	18,229,978
	Less: Non-operating expenses	**81,520,779**	16,816,648

	January to September 2026 Unaudited	January to September 2025 Unaudited
IV. Total profit	**-43,726,931**	483,686,992
Less: Income tax expense	**67,903,974**	127,762,903
V. Net profit	**-111,630,905**	355,924,089
(I) Categorized by operation continuity		
1. Net profit from continuing operations	**-111,630,905**	355,924,089
2. Net profit from discontinued operations	**–**	–
(II) Categorized by ownership		
1. Net profit attributable to owners of the parent company	**-178,234,215**	83,628,906
2. Profit or loss attributable to minority shareholders	**66,603,310**	272,295,183
VI. Other comprehensive income, net of tax	**-14,108,367**	-294,673
(I) Other comprehensive income attributable to owners of the parent company, net of tax	**-1,739,097**	-294,673
1. Other comprehensive income that cannot be reclassified to profit or loss	**4,208,594**	-2,469,678
(1) Changes in fair value of other equity instrument investments	**4,208,594**	-2,469,678

	January to September 2026 Unaudited	January to September 2025 Unaudited
2. Other comprehensive income to be reclassified to profit or loss	**-5,947,691**	2,175,005
(1) Other comprehensive income that can be transferred to profit or loss under the equity method	**7,643,095**	-875,196
(2) Exchange differences on translation of foreign operation	**-13,590,786**	3,050,201
(II) Other comprehensive income attributable to minority shareholders' interests, net of tax	**-12,369,270**	–
VII. Total comprehensive income	**-125,739,272**	355,629,416
(I) Attributable to owners of the parent company	**-179,973,312**	83,334,233
(II) Attributable to minority shareholders	**54,234,040**	272,295,183
VIII. Earnings per share:		
(I) Basic earnings per share *(RMB/share)*	**-0.0231**	0.0109
(II) Diluted earnings per share *(RMB/share)*	**-0.0231**	0.0109

Consolidated Statement of Cash Flow

January to September 2026

Unit: RMB

		January to September 2026 Unaudited	January to September 2025 Unaudited
I.	**Cash flows from operating activities:**		
	Cash received from sale of goods and rendering of services	**50,474,543,019**	55,626,304,938
	Tax refunds received	**29,982,168**	372,996,231
	Cash received relating to other operating activities	**390,239,291**	276,758,439
	Sub-total of cash inflows from operating activities	**50,894,764,478**	56,276,059,608
	Cash paid for purchase of goods and services	**-42,993,137,104**	-47,987,798,272
	Cash paid to and on behalf of employees	**-2,656,804,517**	-2,661,294,214
	Taxes and surcharges paid	**-988,946,572**	-1,166,474,624
	Cash paid relating to other operating activities	**-486,100,685**	-136,357,948
	Sub-total of cash outflows from operating activities	**-47,124,988,878**	-51,951,925,058
	Net cash flows generated from operating activities	**3,769,775,600**	4,324,134,550
II.	**Cash flows from investing activities:**		
	Cash received from disposal of investments	**1,179,786,346**	270,000,000
	Cash received from investment income	**189,457,322**	46,850,521
	Proceeds from disposal of items of property, plant and equipment, intangible assets and other non-current assets	**181,357,643**	69,332,390
	Net cash received on disposal of subsidiaries and other business units	**66,482,821**	–
	Cash received relating to other investing activities	**3,206,473**	34,426,721
	Sub-total of cash inflows from investing activities	**1,620,290,605**	420,609,632

		January to September 2026 Unaudited	January to September 2025 Unaudited
	Purchases of property, plant and equipment, intangible assets and other non-current assets	**-1,476,960,020**	-1,546,198,298
	Cash paid for investments	**-6,232,262,735**	-662,714,173
	Cash paid for other investing activities	**–**	-1,681,155
	Sub-total of cash outflows from investing activities	**-7,709,222,755**	-2,210,593,626
	Net cash flows generated from investing activities	**-6,088,932,150**	-1,789,983,994
III.	**Cash flows from financing activities:**		
	Cash received from investors	**–**	2,569,379,636
	Cash received from borrowings	**13,443,264,431**	14,325,087,181
	Cash received relating to other financing activities	**65,646,664**	44,883,665
	Sub-total of cash inflows from financing activities	**13,508,911,095**	16,939,350,482
	Repayment of borrowings	**-16,261,390,278**	-15,348,460,734
	Cash paid for the distribution of dividend or profits and for interest expenses	**-380,982,526**	-444,057,729
	Including: Dividends and profits paid by subsidiaries to minority shareholders	**-63,083,798**	-54,383,794
	Cash paid relating to other financing activities	**-88,702,209**	-109,900,215
	Sub-total of cash outflows from financing activities	**-16,731,075,013**	-15,902,418,678
	Net cash flows generated from financing activities	**-3,222,163,918**	1,036,931,804
IV.	**Effect of foreign exchange rate changes on cash and cash equivalents**	**-21,780,455**	-30,356,952

		January to September 2026 Unaudited	January to September 2025 Unaudited
V.	**Net increase in cash and cash equivalents**	**-5,563,100,923**	3,540,725,408
	Add: balance of cash and cash equivalents at the beginning of the year	**9,214,167,914**	3,687,116,397
VI.	**Balance of cash and cash equivalents at the end of the period**	**3,651,066,991**	7,227,841,805

Legal representative:	*Chief Accountant:*	*Head of Accounting:*
Jiang Yuxiang	**Chen Guorong**	**Le Zhihai**

By order of the Board
Maanshan Iron & Steel Company Limited
Jiang Yuxiang
Chairman

29 October 2026
Maanshan City, Anhui Province, the PRC

As at the date of this announcement, the directors of the Company include executive directors Jiang Yuxiang and Fu Ming; employee director Guo Fei; and independent non-executive directors Guan Bingchun, He Anrui, Qiu Shengtao and Zeng Xiangfei.