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
2025 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 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	**19,496,655,926**	5.35	**57,572,189,470**	-6.41
Total profit	**365,974,032**	Not applicable	**483,686,992**	Not applicable
Net profit attributable to equity holders of the Company	**158,409,222**	Not applicable	**83,628,906**	Not applicable
Net profit excluding non-recurring gains or losses attributable to equity holders of the Company	**176,264,998**	Not applicable	**68,025,843**	Not applicable
Net cash flows from operating activities	**Not applicable**	Not applicable	**4,324,134,550**	69.60
Basic earnings per share *(RMB/share)*	**0.02**	Not applicable	**0.01**	Not applicable
Diluted earnings per share *(RMB/share)*	**0.02**	Not applicable	**0.01**	Not applicable
Return on net assets *(weighted average) (%)*	**0.66**	Increased by 6.02 percentage points	**0.35**	Increased by 9.92 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	**83,199,735,142**	78,962,973,613	5.37
Equity attributable to the shareholders of the Company	**24,057,112,997**	23,257,460,660	3.44

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	**-45,855,808**	-43,292,759
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	**11,711,834**	34,354,437
Gains or losses arising from fair value changes of financial assets and financial liabilities held by non-financial corporations and gains and losses arising from the disposal of financial assets and financial liabilities other than the hedging business related to the normal business of the Company	**–**	1,058
Non-operating income and expenses other than the above items	**-2,884,427**	11,055,104
Less: Impact of income tax	**-8,864,255**	-5,671,308
Impact of non-controlling interests (after tax)	**-10,308,370**	-7,813,915
Total	**-17,855,776**	15,603,063

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

Item	Percentage of change *(%)*	Main reason
Net profit attributable to equity holders of the Company _ the Reporting Period	Not applicable	The increase in profit was mainly due to the Company's comprehensive efforts to enhance operational performance through operational accounting, cost reduction across all factors, and quality improvement throughout all processes, coupled with the year-on-year improvement in the purchase-sale price differential during the period.
Net profit attributable to equity holders of the Company _ From the beginning of the year to the end of the Reporting Period	Not applicable	
Net profit excluding non-recurring gains or losses attributable to equity holders of the Company _ the Reporting Period	Not applicable	
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	Not applicable	
Basic earnings per share *(RMB/share)* _ the Reporting Period	Not applicable	
Basic earnings per share *(RMB/share)* _ From the beginning of the year to the end of the Reporting Period	Not applicable	
Diluted earnings per share *(RMB/share)* _ the Reporting Period	Not applicable	
Diluted earnings per share *(RMB/share)* _ From the beginning of the year to the end of the Reporting Period	Not applicable	
Net cash flows from operating activities _ From the beginning of the year to the end of the Reporting Period	69.60	Due to the decline in prices of bulk raw fuels, the Company's cash paid for purchasing goods and receiving services decreased.

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	131,371

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 shareholder	3,733,677,149	48.49	–	Nil	–
Hong Kong Securities Clearing Company (Nominees) Limited	Overseas shareholder	1,719,984,495	22.34	–	Unknown	Unknown
Central Huijin Investment Ltd.	State-owned shareholder	139,172,300	1.81	–	Unknown	Unknown
Beijing Guoxing Real Estate Management Co., Ltd.	Domestic non-state-owned shareholder	46,700,000	0.61	–	Unknown	Unknown
Hong Kong Securities Clearing Company Limited	Overseas shareholder	46,471,093	0.60	–	Unknown	Unknown
Agricultural Bank of China Limited – CSI 500 Exchange Traded Open-ended Index Fund	Other	34,597,226	0.45	–	Unknown	Unknown
China Merchants Bank Co., Ltd – Guotai CSI Steel Traded Open-End Trading Index Securities Investment Fund	Other	23,937,821	0.31	–	Unknown	Unknown
China Resources SZITIC Trust Co., Ltd. – CR Trust • Runze Family Trust No. 88	Other	18,585,900	0.24	–	Unknown	Unknown
Shenzhen Hengze Private Securities Fund Management Co., Ltd. – Hengze Technology for National Prosperity Private Securities Investment Fund	Other	14,781,500	0.19	–	Unknown	Unknown
Guosen Securities Co., Ltd.	State-owned shareholder	11,169,000	0.15	–	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	1,719,984,495	Overseas listed foreign shares	1,719,984,495
Central Huijin Investment Ltd.	139,172,300	Ordinary shares in RMB	139,172,300
Beijing Guoxing Real Estate Management Co., Ltd.	46,700,000	Ordinary shares in RMB	46,700,000
Hong Kong Securities Clearing Company Limited	46,471,093	Ordinary shares in RMB	46,471,093
Agricultural Bank of China Limited – CSI 500 Exchange Traded Open-ended Index Fund	34,597,226	Ordinary shares in RMB	34,597,226
China Merchants Bank Co., Ltd – Guotai CSI Steel Traded Open-End Trading Index Securities Investment Fund	23,937,821	Ordinary shares in RMB	23,937,821
China Resources SZITIC Trust Co., Ltd. – CR Trust • Runze Family Trust No. 88	18,585,900	Ordinary shares in RMB	18,585,900
Shenzhen Hengze Private Securities Fund Management Co., Ltd. – Hengze Technology for National Prosperity Private Securities Investment Fund	14,781,500	Ordinary shares in RMB	14,781,500
Guosen Securities Co., Ltd.	11,169,000	Ordinary shares in RMB	11,169,000

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 1,719,984,495 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 2025, the national economy maintained steady progress with positive momentum, achieving a year-on-year GDP growth of 5.2%. However, challenges such as weak effective demand in the industrial sector and low corporate profitability persisted. The national production of pig iron and crude steel decreased by 1.1% and 2.9% year-on-year, respectively, while the production of steel product increased by 5.4% year-on-year. The average domestic steel price index decreased by 7.0% year-on-year, and the Platts Iron Ore Index (62% Fe: CFR: Qingdao Port) decreased by 9.7% year-on-year, though coking coal prices increased by 7.9% quarter-on-quarter in the third quarter.

During the reporting period, the Company and its subsidiaries (the "**Group**") deeply recognized the new phase, new strategy, and new model they faced. Adhering to the operational principle of "breaking through conventional thinking, shattering habitual constraints, excelling in benchmarking and synergy, and achieving meticulous perfection," the Group steadfastly pursued the goal of "avoiding losses for the full year." We prioritized action, enhancing profitability through cost-conscious management and boosting efficiency through reform and innovation. Continuous efforts were made to strengthen production stability, improve quality while reducing costs, adjust structures, optimize channels, outperform the market in procurement, and implement production line and efficiency enhancement plans, all aimed at driving improvements in the Company's production and operational performance. From January to September, the Group produced a total of 14.12 million tons of pig iron, 15.26 million tons of crude steel, and 14.47 million tons of steel; achieved revenue of approximately RMB57,572 million, with a total profit of approximately RMB484 million, net profit attributable to shareholders of the listed company reached approximately RMB84 million, marking a turnaround from loss to profit. Of which: Maanshan Iron & Steel Limited Company recorded a total profit of approximately RMB296 million. The key highlights included:

First, the stability of blast furnace has been effectively enhanced. By proactively shifting the operational approach, a "platform plus funnel" operational model of blast furnace has been established, significantly boosting production capacity while optimizing energy consumption. Compared with the first quarter of 2025, the fuel ratio decreased by 9 kg/t and the coke ratio decreased by 8 kg/t in the third quarter, providing critical support for low-carbon production and cost control in blast furnace operations.

Second, new breakthroughs were achieved in new product R&D. Focusing on current needs, a series of technical cost-reduction projects were planned and implemented to support improvements in the Company's operational performance. Addressing medium- and long-term requirements, scientific research projects were initiated to advance the development and promotion of new technologies and products, thereby underpinning the future growth of the Company; the Group promoted "R&D-to-R&D," leveraging the introduction of "new application fields and scenarios" and "customer needs." By benchmarking and identifying differences, and precisely targeting areas for improvement, the Group created task lists for targeted breakthroughs, enhancing the development effectiveness of high-profit new products. From January to September, sales of new products reached approximately 1.32 million tons, with excess gross profit from new products increased by 113% year-on-year. Three new products, including "High-Toughness 2200MPa Aluminum-Silicon Coated Hot-Forming Steel," achieved domestic market launches. L-shaped steel secured classification society certification and commenced its first batch supply.

Third, technical and economic indicators continued to improve. Compared with the first quarter of 2025, the incidence rate of defective products dropped by 0.65 percentage point, and the spot product rate decreased by 0.71 percentage point in the third quarter. The improvement in technical and economic indicators effectively supported cost reduction and efficiency enhancement.

Fourth, new achievements were made in green development. By implementing three major initiatives of "benchmark and identify differences, professional guidance, and systematic diagnosis", the Group identified four key task lists, data governance, management improvement, technological upgrades, and tackling critical challenges, and established an energy-efficient operational system. Of the 46 energy cost-reduction measures planned at the beginning of the year, actual cost reduction reached RMB190 million by the end of September. Baowu Group Masteel Rail Transit Materials Technology Co., Ltd. was honored with the "Carbon Peaking and Carbon Neutrality Benchmark Enterprise" and the "Special Award for Carbon Peaking and Carbon Neutrality Innovation Achievements" by the China Association of Equipment Management.

In the fourth quarter, the steel industry continues to face severe challenges, and the Company remains under significant operational pressure. The Company will further deepen reform and innovation, strengthen cost-based management, focus on production line coordination and equipment maintenance, optimize marketing strategies, improve product structure, thoroughly implement the "cost reduction across all factors and quality improvement throughout all processes" action plan, enhance processing cost management across all production stages, and strive to improve operational performance. Meanwhile, the Company will strengthen management of investees and enhance risk prevention and control.

IV. QUARTERLY FINANCIAL STATEMENT

Consolidated Statement of Financial Position
30 September 2025

(Unit: RMB)

	30 September 2025 Unaudited	31 December 2024 Audited
CURRENT ASSETS:		
Cash and bank balances	**10,387,294,013**	6,434,105,447
Notes receivable	**903,550,061**	822,780,872
Trade receivables	**1,621,718,591**	1,753,824,456
Financing receivables	**1,807,010,170**	1,382,456,994
Prepayments	**408,939,226**	381,238,574
Other receivables	**3,047,956,759**	544,731,735
Inventories	**7,619,824,101**	7,908,952,095
Other current assets	**92,550,348**	243,920,053
Total current assets	**25,888,843,269**	19,472,010,226
NON-CURRENT ASSETS:		
Long-term equity investments	**6,905,722,187**	6,898,903,955
Other equity instruments investments	**410,766,297**	414,059,200
Investment properties	**51,676,942**	53,185,391
Property, plant and equipment	**45,823,082,701**	48,866,413,844
Construction in progress	**1,690,126,844**	795,364,312
Right-of-use assets	**304,933,314**	323,359,282
Intangible assets	**1,799,547,145**	1,808,686,660
Deferred tax assets	**325,036,443**	330,990,743
Total non-current assets	**57,310,891,873**	59,490,963,387
TOTAL ASSETS	**83,199,735,142**	78,962,973,613

	30 September 2025 Unaudited	31 December 2024 Audited
CURRENT LIABILITIES:		
Short-term loans	**12,668,461,443**	11,344,435,564
Notes payable	**10,200,034,679**	10,051,474,326
Trade payables	**8,829,479,027**	10,673,672,878
Contract liabilities	**5,107,189,867**	4,123,176,032
Payroll and employee benefits payable	**248,221,397**	220,119,665
Taxes payable	**146,202,771**	230,640,142
Other payables	**2,587,982,290**	3,176,283,942
Non-current liabilities due within one year	**3,465,774,980**	4,499,159,554
Accrued liabilities	**534,478**	11,429,761
Other current liabilities	**718,137,343**	515,225,262
Total current liabilities	**43,972,018,275**	44,845,617,126
NON-CURRENT LIABILITIES:		
Long-term loans	**5,181,314,489**	5,483,408,184
Lease liabilities	**332,659,843**	339,072,242
Long-term employee benefits payable	**589,501**	589,501
Deferred revenue	**896,237,910**	973,011,484
Deferred tax liabilities	**324,987**	222,875
Total non-current liabilities	**6,411,126,730**	6,796,304,286
TOTAL LIABILITIES	**50,383,145,005**	51,641,921,412

	30 September 2025 Unaudited	31 December 2024 Audited
SHAREHOLDERS' EQUITY:		
Paid-in capital (or share capital)	**7,700,681,186**	7,746,937,986
Capital reserve	**9,224,314,444**	8,576,312,133
Less: Treasury stock	**–**	105,928,072
Other comprehensive income	**-2,318,218**	-2,023,545
Special reserve	**106,218,914**	97,574,394
Surplus reserve	**4,720,262,453**	4,720,262,452
Retained earnings	**2,307,954,218**	2,224,325,312
Total shareholders' equity attributable to the equity holders of the parent company	**24,057,112,997**	23,257,460,660
Minority shareholders' equity	**8,759,477,140**	4,063,591,541
Total shareholders' equity	**32,816,590,137**	27,321,052,201
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**83,199,735,142**	78,962,973,613

Consolidated Income Statement

January to September 2025

Unit: RMB

	January to September 2025 Unaudited	January to September 2024 Unaudited
I. Total revenue	**57,572,189,470**	61,513,212,884
II. Total cost of sales	**57,051,987,894**	64,188,981,678
Including: Cost of sales	**54,640,962,813**	61,727,440,256
Taxes and surcharges	**371,688,949**	355,437,595
Selling expenses	**206,641,245**	208,176,009
General and administrative expenses	**682,779,387**	652,657,837

	January to September 2025 Unaudited	January to September 2024 Unaudited
R&D expenses	**784,357,770**	780,576,286
Financial expenses	**365,557,730**	464,693,695
Including: Interest expense	**409,189,545**	463,116,821
Interest income	**82,148,521**	75,381,778
Add: Other income	**306,458,869**	209,992,485
Investment income	**48,309,959**	114,490,761
Including: share of profits of associates and joint ventures	**49,691,701**	104,050,707
Credit impairment losses	**-20,679,172**	16,849,410
Asset impairment losses	**-338,366,586**	-353,201,258
Gains on disposal of assets	**-33,650,984**	73,549,769
III. Operating profit	**482,273,662**	-2,614,087,627
Add: Non-operating income	**18,229,978**	1,420,063
Less: Non-operating expenses	**16,816,648**	11,209,576
IV. Total profit	**483,686,992**	-2,623,877,140
Less: Income tax expense	**127,762,903**	137,157,409
V. Net profit	**355,924,089**	-2,761,034,549
(I) Categorized by operation continuity		
1. Net profit from continuing operations	**355,924,089**	-2,761,034,549
2. Net profit from discontinued operations	**–**	–
(II) Categorized by ownership		
1. Net profit attributable to owners of the parent company	**83,628,906**	-2,534,866,334
2. Profit or loss attributable to minority shareholders	**272,295,183**	-226,168,215

	January to September 2025 Unaudited	January to September 2024 Unaudited
VI. Other comprehensive income, net of tax	**-294,673**	-21,273,213
(I) Other comprehensive income attributable to owners of the parent company, net of tax	**-294,673**	-21,273,213
1. Other comprehensive income that cannot be reclassified to profit or loss	**-2,469,678**	-21,429,498
(1) Changes in fair value of other equity instrument investments	**-2,469,678**	-21,429,498
2. Other comprehensive income to be reclassified to profit or loss:	**2,175,005**	156,285
(1) Other comprehensive income that can be transferred to profit or loss under the equity method	**-875,196**	1,471,899
(2) Exchange differences on translation of foreign operation	**3,050,201**	-1,315,614
(II) Other comprehensive income attributable to minority shareholders' interests, net of tax	**–**	–
VII. Total comprehensive income attributable to:	**355,629,416**	-2,782,307,762
(I) Owners of the parent company	**83,334,233**	-2,556,139,547
(II) Minority shareholders	**272,295,183**	-226,168,215
VIII. Earnings per share:		
(I) Basic earnings per share *(RMB/share)*	**0.0109**	-0.3292
(II) Diluted earnings per share *(RMB/share)*	**0.0109**	-0.3292

Consolidated Statement of Cash Flow
January to September 2025

Unit: RMB

		January to September 2025 Unaudited	January to September 2024 Unaudited
I.	**Cash flow from operating activities:**		
	Cash received from sale of goods and rendering of services	**55,626,304,938**	58,597,395,077
	Tax refunds received	**372,996,231**	548,282,996
	Cash received relating to other operating activities	**276,758,439**	149,575,447
	Sub-total of cash inflows from operating activities	**56,276,059,608**	59,295,253,520
	Cash paid for purchase of goods and services	**-47,987,798,272**	-52,618,803,586
	Cash paid to and on behalf of employees	**-2,661,294,214**	-2,741,804,731
	Taxes and surcharges paid	**-1,166,474,624**	-712,401,148
	Cash paid relating to other operating activities	**-136,357,948**	-672,689,200
	Sub-total of cash outflows from operating activities	**-51,951,925,058**	-56,745,698,665
	Net cash flows generated from operating activities	**4,324,134,550**	2,549,554,855
II.	**Cash flows from investing activities:**		
	Cash received from disposal of investments	**270,000,000**	10,693,307
	Cash received from investment income	**46,850,521**	143,446,275
	Proceeds from disposal of items of property, plant and equipment, intangible assets and other non-current assets	**69,332,390**	68,077,286
	Cash received relating to other investing activities	**34,426,721**	13,204,227
	Sub-total of cash inflows	**420,609,632**	235,421,095

		January to September 2025 Unaudited	January to September 2024 Unaudited
	Purchases of property, plant and equipment, intangible assets and other non-current assets	**-1,546,198,298**	-955,410,905
	Cash paid for investments	**-662,714,173**	–
	Cash paid for other investing activities	**-1,681,155**	-4,941,856
	Sub-total of cash outflows	**-2,210,593,626**	-960,352,761
	Net cash flows generated from investing activities	**-1,789,983,994**	-724,931,666
III.	**Cash flows from financing activities:**		
	Cash received from investors	**2,569,379,636**	–
	Cash received from borrowings	**14,325,087,181**	11,870,618,114
	Cash received relating to other financing activities	**44,883,665**	127,179,807
	Sub-total of cash inflows	**16,939,350,482**	11,997,797,921
	Repayment of borrowings	**-15,348,460,734**	-12,081,602,078
	Cash paid for the distribution of dividend or profits and for interest expenses	**-444,057,729**	-477,371,449
	including: dividends and profits paid by subsidiaries to minority shareholders	**-54,383,794**	-11,187,063
	Cash paid relating to other financing activities	**-109,900,215**	-8,589,127
	Sub-total of cash outflows	**-15,902,418,678**	-12,567,562,654
	Net cash flows generated from financing activities	**1,036,931,804**	-569,764,733
IV.	**Effect of foreign exchange rate changes on cash and cash equivalents**	**-30,356,952**	-59,249,856
V.	**Net increase in cash and cash equivalents**	**3,540,725,408**	1,195,608,600
	Add: cash and cash equivalents at the beginning of the year	**3,687,116,397**	4,428,594,208

	January to September 2025 Unaudited	January to September 2024 Unaudited
VI. Cash and cash equivalents at the end of the year	**7,227,841,805**	5,624,202,808

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

30 October 2025
Maanshan City, Anhui Province, the PRC

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