鞍鋼股份有限公司

ANGANG STEEL COMPANY LIMITED*

(a joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 0347)

THIRD QUARTERLY REPORT 2025

The Company and the whole Board members warrant the truthfulness, accuracy, and completeness of the contents of this information disclosure, and that there is no false representation or misleading statement contained in, or material omission from this information disclosure.

IMPORTANT NOTICE:

Whether the directors or senior management have disagreed with the contents of the quarterly report or are unable to guarantee its truthfulness, accuracy or completeness.

☐ Yes ☑ No

1. The Board, the directors, and senior management members warrant the truthfulness, accuracy, and completeness of the contents of this quarterly report, and that there is no false representation or misleading statement contained in, or material omission from this quarterly report and assume joint and several legal liability in respect thereof.

2. Mr. Wang Jun, the person-in-charge of the Company, Mr. Li Jingdong, the chief accountant of the Company and Mrs. Ma Li, the person-in-charge of the accounting department of the Company, warrant the truthfulness, accuracy and completeness of the financial statements in this quarterly report

3. Whether the third financial and accounting quarterly report has been audited or not

☐ Yes ☑ No

4. Matters on which auditors express non-standard opinions

☐ Applicable ☑ Not applicable

I. PRINCIPAL FINANCIAL DATA

(I) Highlights in Q3

1. Market expansion achieved new progress. The Company firmly pursued its high-end development strategy, with the proportion of premium products exceeding the target by 2.29 percentage points. High-strength container steel now offers full-specification series supply capabilities. In addition, hot-rolled battery shell steel made its debut in the battery shell industry; Sales of new energy vehicle silicon steel, 0.23 series grain-oriented silicon steel, and automotive steel all saw significant growth. Overseas markets were actively expanded, with successful exports of 60-meter-long fixed-length rails. The customer service system was also upgraded, while customer service standards continued to improve. The implementation rate of full-lifecycle contracts increased by 4.5 percentage points year-on-year.

2. New achievements in systematic cost reduction. By focusing on extreme efficiency and minimal costs, we advanced the development of an "operation-oriented" enterprise. A coal blending and ore blending management team was established to spearhead pre-ironmaking cost reduction efforts centered on lowering iron costs. We intensified the "coal gas utilization and steam consumption reduction" initiative to increase self-generated power ratios. Also, we realized systematic reductions in procurement costs through three key measures of expanding sources, improving efficiency, and enhancing coordination. From January to September, the procurement prices of pulverized coal injection, imported iron ore fines and coke all outperformed the industry average. Focused on key objectives including cost, efficiency, service, and value creation, the Company significantly enhanced transportation efficiency through deepened cooperation with railway companies, reducing logistics costs by 9.18% year on year. From January to September 2025, the Company achieved remarkable results in cost reduction and efficiency improvement, lowering costs per tonne for steel by RMB90 as compared to the last year.

3. New breakthroughs achieved in technological innovation. Two projects were approved for the key new materials R&D and application national science and technology major special projects by the MIIT; the "Ansteel Transportation and Energy Steel Materials Pilot Plant Platform (鞍鋼交通與能源鋼鐵材料中試平台)" was designated as a key pilot plant platform under cultivation by the Ministry of Industry and Information Technology; two products, including "Heavy-gauge Locomotive Steel for High-Cold Regions (高寒區域大厚度機車用鋼)", made their global debut. Sixteen provincial/ministerial-level science and technology progress awards were received, including one First Prize on the Liaoning Provincial Science and Technology Progress Award (遼寧省科技進步獎一等獎), one First Prize for Metallurgical Science and Technology (冶金科學技術獎一等 獎), and one First Prize of the "China Society for Corrosion and Protection Science and Technology Award (中國腐蝕與防護學會科學技術獎)". The Company successfully developed four new product categories, including steel for oil pipe joint bolts, which gained customer recognition. The development of electromagnetic steel wire rod filled a product gap in Ansteel's product portfolio. The alloy cost for hot-rolled container steel reached a new low, achieving cost savings exceeding RMB100 million. The cold-rolled CR4 product obtained FAW-Volkswagen's Green Steel Certification (綠鋼認證).

4. Further advance on risk prevention and control. On the funding front, the Company prioritized cash flow management by strengthening budget oversight, reducing inventory and accounts receivable, and expanding financing channels. These efforts ensured positive net cash flow from operating activities, and increased asset operational efficiency to maintain stable and secure cash flow operations. On the safety and environmental protection front, the Company deepened its dual prevention system and accelerated the progress of ultra-low emission retrofitting verification and public disclosure.

(II) Principal accounting figures and financial indicators

Whether the Company needs to make any retrospective adjustment to, or restatement of, the accounting data of prior year(s)

☐ Yes ☑ No

Unit: RMB million

Item	The Reporting Period	Increase/decrease at the Reporting Period as compared with the corresponding period of the previous year *(%)*	The period from the beginning of the year to the end of the Reporting Period	Increase/ Decrease at the beginning of the Reporting Period as compared with the corresponding period of the previous year *(%)*
Operating income	**24,493**	**2.86**	73,092	-7.78
Net profit attributable to the shareholders of the Company	**-896**	**62.59**	-2,040	59.87
Net profit attributable to the shareholders of the Company after extraordinary items	**-938**	**61.14**	-2,169	57.34
Net cash flows from operating activities	**–**	**–**	1,968	728.75
Basic earnings per share *(RMB/share)*	**-0.096**	**62.35**	-0.218	59.78
Diluted earnings per share *(RMB/share)*	**-0.096**	**62.35**	-0.218	59.78
Weighted average return on net assets *(%)*	**-1.94**	**Increased by 2.77 percentage points**	-4.37	Increased by 5.36 percentage points

Item	The Reporting Period	As at the end of the previous year	Increase/decrease at the end of the Reporting Period as compared with the end of the previous year *(%)*
Total assets	**97,493**	100,578	-3.07
Owners' equity attributable to shareholders of the Company	**45,736**	47,679	-4.08

(III) Non-recurring items and amounts

☑ Applicable ☐ Not applicable

Unit: RMB million

Item	The Reporting Period	The period from the beginning of the year to the end of the Reporting Period
1. Profit or losses from disposal and retirement of non-current assets	**8**	**10**
2. Government grants included in profit or loss for the current period (except those that are closely related to the normal operation of the Company, in compliance with national policies, subject to fixed standards and having continuous effects on the Company's profit and loss)	**33**	**134**
3. Changes in fair value of financial assets held for trading	**8**	**9**
4. Changes in fair value of other non-current financial assets	**23**	**39**
5. Reversal of the allowance for impairment of receivables that is individually tested for impairment		**1**
6. Other non-operating income and expenses apart from those stated above	**-4**	**11**
Subtotal	**68**	**204**
Less: Effect on income tax	**13**	**39**
Effect on minority interest (after tax)	**13**	**36**
Total	**42**	**129**

Details of other gains or losses that fall within the definition of non-recurring: items：

☐ Applicable ☑ Not applicable

The Company does not have other gain or loss items that fall within the definition of non-recurring items.

Explanation on defining any extraordinary gain or loss items listed under the "Explanatory Announcement on Information Disclosure by Companies Offering Their Securities to the Public No. 1 – Extraordinary Gains or Losses" as recurring gain or loss items:

☐ Applicable ☑ Not applicable

None of the extraordinary gain or loss items listed under the "Explanatory Announcement on Information Disclosure by Companies Offering Their Securities to the Public No. 1 – Extraordinary Gains or Losses" was defined as a recurring gain or loss item by the Company.

(IV) Changes in principal accounting figures and financial indicators and the reasons thereof

☑ Applicable ☐ Not applicable

1. Financial expenses increased by RMB73 million year on year from the beginning of the year to the end of the Reporting Period, primarily due to the impact of increased financing scale.

2. Other income increased by RMB118 million year on year from the beginning of the year to the end of the Reporting Period, mainly due to the impact of increased government subsidies received and tax incentives enjoyed.

3. Asset impairment losses increased by RMB177 million year on year from the beginning of the year to the end of the Reporting Period, primarily due to the impact of a year-on-year decrease in the amount of inventory valuation allowance provided.

4. Credit impairment losses increased by RMB1 million year on year from the beginning of the year to the end of the Reporting Period, primarily due to the impact of bad debt provisions for accounts receivable recognized in the same period last year.

5. Gains on disposal of assets decreased by RMB26 million year on year from the beginning of the year to the end of the Reporting Period, primarily due to the impact of gains from land disposal in the same period last year.

6. Non-operating expenses decreased by RMB98 million year-on-year from the beginning of the year to the end of the Reporting Period, primarily due to a decrease in losses from scrapping fixed assets.

7. Operating profit, total profit, net profit, and net profit attributable to owners of the parent all showed significant year-on-year reductions in losses from the beginning of the year to the end of the Reporting Period, primarily due to the fact that, in the face of pressure in the steel market, the Company actively responded to the severe market conditions, worked diligently to overcome difficulties, and focused on building a "five-pronged enterprise," improving operational efficiency, strengthening core technology research and development, market expansion, and transformation and upgrading. Meanwhile, cost-saving and efficiency-enhancing measures–including product mix adjustments, procurement radius optimization, opportunistic purchasing, and systematic cost reduction–achieved notable results.

8. Trading financial assets increased by RMB9 million compared to the end of the previous year, primarily due to changes in the fair value of stocks held by the Company.

9. The aggregate amount of notes receivable and accounts receivable financing increased by RMB1,546 million compared to the end of the previous year, primarily due to an increase in the scale of bill collections.

10. Other receivables increased by RMB44 million compared to the end of the previous year, primarily due to the impact of increased land compensation receivables.

11. Other non-current financial assets increased by RMB39 million compared to the end of the previous year, primarily due to changes in the fair value of stocks held by the Company.

12. Short-term borrowings increased by RMB6,416 million compared to the end of the previous year, primarily due to adjustments in the financing structure and an increase in short-term financing.

13. Derivative financial liabilities decreased by RMB1 million compared to the end of the previous year, primarily due to a reduction in variable losses on futures contracts.

14. Employee compensation payable increased by RMB300 million compared to the end of the previous year, primarily due to the impact of the provision for wages and surcharges.

15. Taxes payable increased by RMB131 million compared to the end of the previous year, primarily due to the impact of increased value-added tax payable.

16. Long-term borrowings decreased by RMB7,047 million compared to the end of the previous year, primarily due to adjustments in the financing structure and the impact of reduced long-term financing.

17. Long-term payables increased by RMB141 million compared to the end of the previous year, primarily due to the receipt of special subsidy funds.

18. Treasury stock decreased by RMB27 million compared to the end of the previous year, primarily due to the impact of repurchase and cancellation of restricted stock which offset treasury shares.

19. Special reserves increased by RMB74 million compared to the end of the previous year, primarily due to the impact of safety production expense provided.

20. Retained earnings decreased by RMB2,040 million compared to the end of the previous year, primarily due to the impact of the operating loss incurred by the Company.

21. Net cash flow from operating activities increased by RMB2,281 million year on year from the beginning of the year to the end of the Reporting Period, primarily due to: first, net profit growth increased operating cash flow by RMB3,073 million year on year; second, changes in accounts receivable increased operating cash flow by RMB1,337 million year on year; third, changes in financing of notes and accounts receivable reduced operating cash flow by RMB2,149 million year-on-year.

22. Net cash flow from investing activities increased by RMB30 million year on year from the beginning of the year to the end of the Reporting Period, primarily due to: first, a decrease in net expenditures on other investments of RMB447 million year on year resulting from controlling the scale of notes; second, an increase in expenditures on fixed assets of RMB416 million year on year.

23. Net cash flows from financing activities decreased by RMB2,998 million year on year from the beginning of the year to the end of the Reporting Period, primarily due to: (i) a decrease of RMB62 million in investment received; (ii) a decrease of RMB2,897 million in net increase in bank borrowings; and (iii) an increase of RMB49 million in interest expense.

24. Cash and cash equivalents decreased by RMB687 million year on year from the beginning of the year to the end of the Reporting Period, primarily due to: (i) an increase of RM2,281 million in net cash flows from operating activities; (ii) an increase of RM30 million in net cash flows from investing activities; and (iii) a decrease of RM2,998 million in net cash flows from financing activities.

II. USE OF PROCEEDS

☐ Applicable ☑ Not Applicable

The Company did not have any use of raised funds during the reporting period.

III. INFORMATION ON SHAREHOLDERS

(I) Statement of the total number of holders of ordinary shares and holders of preference shares with restored voting rights, and the particulars of shareholdings of the top 10 shareholders

Unit: shares

Total number of holders of ordinary shares as at the end of the Reporting period	95,674 amongst whom 422 are holders of H shares	Total number of holders of preference shares with restored voting rights as at the end of the Reporting Period (if any)	0

Shareholding of the top 10 shareholders (excluding the shares lent through securities lending and refinancing)

Name of shareholder	Nature of shareholder	Percentage of Shareholding	Number of shares held	Number of shares held subject to trading moratorium	Pledged, tagged or frozen: Status of shares	Pledged, tagged or frozen: Number
Anshan Iron & Steel Group Co. Ltd (鞍山鋼鐵集團有限公司)	State-owned legal person	53.97%	5,056,865,067	0	–	–
HKSCC Nominees Limited	Overseas legal person	14.95%	1,401,108,240	0	–	–
China National Petroleum Corporation (中國石油天然氣集團有限公司)	State-owned legal person	9.02%	845,000,000	0	–	–
Cui Lijie	Domestic natural person	0.92%	86,570,000	0	–	–
Central Huijin Asset Management Limited (中央匯金資產管理有限責任公司)	State-owned legal person	0.89%	83,650,620	0	–	–
Hong Kong Securities Clearing Company Limited	Overseas legal person	0.83%	77,997,210	0	–	–
Agricultural Bank of China Limited – CSI 500 Trading Index Securities Investment Open-ended Fund (中國農業銀行股份有限公司–中證500交易型開放式指數證券投資基金)	Others	0.37%	34,938,248	0	–	–
National Social Security Fund Portfolio 118 (全國社保基金一一八組合)	Others	0.35%	32,820,781	0	–	–
Power Construction Corporation of China (中國電力建設集團有限公司)	State-owned legal person	0.30%	28,275,300	0	–	–
China Merchants Bank Co., Ltd – Guotai CSI Steel Traded Open-End Trading Index Securities Investment Fund (招商銀行股份有限公司–國泰中證鋼鐵交易型開放式指數證券投資基金)	Others	0.26%	24,034,554	0	–	–

Shareholding of the top 10 shareholders not subject to trading moratorium (excluding shares lent through refinancing and locked up shares of senior management)

Name of shareholder	Number of shares not subject to trading moratorium	Class and number of shares	
		Class of shares	Number
Anshan Iron & Steel Group Co. Ltd. (鞍山鋼鐵集團有限公司)	5,056,865,067	Renminbi ordinary shares	5,056,865,067
HKSCC Nominees Limited	1,401,108,240	Overseas-listed foreign shares	1,401,108,240
China National Petroleum Corporation (中國石油天然氣集團有限公司)	845,000,000	Renminbi ordinary shares	845,000,000
Cui Lijie	86,570,000	Renminbi ordinary shares	86,570,000
Central Huijin Asset Management Limited (中央匯金資產管理有限責任公司)	83,650,620	Renminbi ordinary shares	83,650,620
Hong Kong Securities Clearing Company Limited	77,997,210	Renminbi ordinary shares	77,997,210
Agricultural Bank of China Limited – CSI 500 Trading Index Securities Investment Open-ended Fund (中國農業銀行股份有限公司–中證500交易型開放式指數證券投資基金)	34,938,248	Renminbi ordinary shares	34,938,248
National Social Security Fund Portfolio 118 (全國社保基金一一八組合)	32,820,781	Renminbi ordinary shares	32,820,781
Power Construction Corporation of China (中國電力建設集團有限公司)	28,275,300	Renminbi ordinary shares	28,275,300
China Merchants Bank Co., Ltd – Guotai CSI Steel Traded Open-End Trading Index Securities Investment Fund (招商銀行股份有限公司–國泰中證鋼鐵交易型開放式指數證券投資基金)	24,034,554	Renminbi ordinary shares	24,034,554

Explanations on connected relationship or concert party relationship among the shareholders mentioned above	The Company is not aware of any connected relationship among the above shareholders or any such shareholders acting in concert within the meaning of the "Procedures on the Administration of Information Disclosure for Change in Shareholdings of the Shareholders of Listed Companies".
Description of top 10 shareholders to participate in financing business (if any)	Among top 10 shareholders, the 86,570,000 shares held by Cui Lijie were all held through investor credit securities accounts.

Details of shareholders with more than 5% of shares, top ten shareholders and top ten shareholders not subject to trading moratorium to participate in the shares lent through securities lending and refinancing business

☐ Applicable ☑ Not Applicable

Top ten shareholders and top ten shareholders not subject to trading moratorium changed as compared with the previous period due to lending/returning of shares through securities lending and refinancing

☐ Applicable ☑ Not Applicable

(II) Total number of holders of preference shares and shareholdings of the top 10 holders of preference shares

☐ Applicable ☑ Not Applicable

IV. OTHER SIGNIFICANT EVENTS

☑ Applicable ☐ Not Applicable

1. On 16 July 2025, the Employee Representative Meeting elected the employee directors for the tenth Board of Directors of the Company. On 28 July 2025, the Second Extraordinary General Meeting in 2025 elected the executive directors, non-executive directors, and independent non-executive directors for the tenth session of the Board of Directors, thus completing the re-election of the Board. The meeting approved the "Proposal on Amending the Articles of Association (《關於修訂<公司章程>的議案》)", whereby the Company will no longer establish a Board of Supervisors.

2. On 25 August 2025, Mr. Zhang Hongjun resigned as director and general manager of the Company, and Mr. Deng Qiang resigned as deputy general manager of the Company due to work changes.

3. On 26 August 2025, the second session of the tenth Board of Directors approved the appointment of Mr. Tian Yong as the general manager of the company. On 19 September 2025, the third Extraordinary General Meeting in 2025 elected Mr. Tian Yong as an executive director of the tenth Board of Directors.

V. QUARTERLY FINANCIAL STATEMENTS

(I) Financial Statement

Consolidated Balance Sheet
As at 30 September 2025

Prepared by: Angang Steel Company Limited *Monetary unit: RMB million*

Item	30 September 2025	31 December 2024
Current assets:		
Cash and cash equivalents	**3,649**	4,544
Trading financial assets	**24**	15
Derivative financial assets		
Notes receivable	**372**	55
Accounts receivable	**2,851**	2,952
Receivables financing	**2,147**	918
Prepayments	**3,344**	3,189
Other receivables	**110**	66
Including: Interests receivable		
Dividends receivable		
Inventories	**12,169**	14,769
Other current assets	**1,269**	1,742
Total current assets	**25,935**	28,250

Item	**30 September 2025**	31 December 2024
Non-current assets:		
Long-term equity investments	**4,004**	3,840
Other equity instrument investments	**696**	690
Other non-current financial assets	**143**	104
Fixed assets	**52,487**	51,842
Construction in progress	**4,696**	5,802
Right-of-use assets	**101**	123
Intangible assets	**6,419**	6,710
Deferred income tax assets	**2,289**	2,296
Other non-current assets	**723**	921
Total non-current assets	**71,558**	72,328
Total assets	**97,493**	100,578

Item	**30 September 2025**	31 December 2024
Current liabilities:		
Short-term loans	**7,590**	1,174
Derivative financial liabilities		1
Notes payable	**17,653**	17,957
Accounts payable	**7,157**	8,281
Contract liabilities	**5,059**	4,557
Staff remuneration payable	**397**	97
Tax payable	**275**	144
Other payables	**5,570**	6,066
Including: Interests payable		
Dividends payable	**1**	1
Non-current liabilities due within one year	**896**	700
Other current liabilities	**526**	462
Total current liabilities	**45,123**	39,439
Non-current liabilities:		
Long-term loans	**3,944**	10,991
Bonds payable		
Lease liability	**103**	125
Long-term payables	**508**	367
Long-term employee benefits payable	**50**	50
Deferred income	**882**	844
Deferred income tax liabilities	**91**	91
Total non-current liabilities	**5,578**	12,468
Total liabilities	**50,701**	51,907

Item	30 September 2025	31 December 2024
Shareholders' equity:		
Share capital	**9,369**	9,383
Capital reserve	**33,924**	33,920
Less: Treasury shares		27
Other comprehensive income	**221**	215
Special reserve	**126**	52
Surplus reserve	**4,457**	4,457
Retained earnings	**(2,361)**	(321)
Subtotal of Shareholders' equity attributable to shareholders of parent company	**45,736**	47,679
Minority interests	**1,056**	992
Total shareholders' equity	**46,792**	48,671
Total liabilities and shareholders' equity	**97,493**	100,578

Legal representative:	*Financial controller:*	*Person in charge of accounting department:*
Wang Jun	**Li Jingdong**	**Ma Li**

Consolidated Income Statement
For the nine months ended 30 September 2025

Prepared by: Angang Steel Company Limited *Monetary unit: RMB million*

Item		January to September 2025	January to September 2024
I.	**Total operating revenue**	**73,092**	79,261
	Including: operating revenue	**73,092**	79,261
II.	**Total operating cost**	**75,629**	84,507
	Including: operating cost	**72,993**	82,073
	Taxes and surcharges	**745**	621
	Selling expenses	**355**	413
	Administrative expenses	**924**	925
	Research and development expenses	**359**	295
	Financial expenses	**253**	180
	Including:Interests expenses	**274**	192
	Interests income	**36**	33
	Add: Other incomes	**286**	168
	Investment income (Loss is listed with "-")	**398**	386
	Including: Investment incomes in associates and joint ventures	**436**	392
	Gain from fair-value changes (Loss is listed with "-")	**55**	70
	Credit impairment losses(Loss is listed with "-")		(1)
	Impairment on assets(Loss is listed with "-")	**(142)**	(319)
	Gains on disposal of assets(Loss is listed with "-")	**9**	35

Item	**January to September 2025**	January to September 2024
III. Operating profit (Loss is listed with "-")	**(1,931)**	(4,907)
Add: Non-operating income	**26**	21
Less: Non-operating expenses	**14**	112
IV. Profit before income tax (Loss is listed with "-")	**(1,919)**	(4,998)
Less: Income tax expenses	**66**	60
V. Net profit (Loss is listed with "-")	**(1,985)**	(5,058)
Classification of business operation		
i. Continuous operating net profit (Loss is listed with "-")	**(1,985)**	(5,058)
ii Termination of business operating profit (Loss is listed with "-")		
Classification of ownership		
i. Net income attributable to the Company owners	**(2,040)**	(5,084)
ii. Net income attributable to minority shareholders	**55**	26
VI. Other comprehensive income after tax	**6**	16
Other comprehensive income after tax attributable to parent company owners	**6**	16
I. Other comprehensive income which cannot be reclassified subsequently to profit or loss	**6**	16
i. Net gain on other equity instruments at fair value through other comprehensive income	**5**	15
ii. The shares of the other comprehensive income which cannot be reclassified in profit or loss of the invested company in equity method	**1**	1

Item	January to September 2025	January to September 2024
II. Other comprehensive income which will be reclassified subsequently to profit or loss		
i. The shares of the other comprehensive income which can be reclassified in profit or loss of the invested company in equity method		
Other comprehensive income after tax attributable to minority shareholders		
VII. Total comprehensive income	**(1,979)**	(5,042)
Total comprehensive income attributed to the Company owners	**(2,034)**	(5,068)
Total comprehensive income attributable to minority shareholders	**55**	26
VIII. Earning per share:		
Basic earning per share *(RMB/share)*	**(0.218)**	(0.542)
Diluted earning per share *(RMB/share)*	**(0.218)**	(0.542)

Legal representative:	*Financial controller:*	*Person in charge of accounting department:*
Wang Jun	**Li Jingdong**	**Ma Li**

Consolidated Statement of Cash Flows
For the nine months ended 30 September 2025

Prepared by: Angang Steel Company Limited *Monetary unit: RMB million*

Item	**January to September 2025**	January to September 2024
I. Cash flows from operating activities:		
Cash received from sales and services	**76,246**	72,141
Taxes and surcharges refunds	**24**	96
Other cash receipts related to operating activities	**534**	512
Sub-total of cash inflows from operating activities	**76,804**	72,749
Cash payments for goods purchased and services received	**69,222**	68,225
Cash payments to and on behalf of employees	**2,797**	3,079
Payments of taxes and surcharges	**1,182**	848
Other cash payments relating to operating activities	**1,635**	910
Sub-total of cash outflows from operating activities	**74,836**	73,062
Net cash flow from operating activities	**1,968**	(313)

Item	**January to September 2025**	January to September 2024
II. Cash flows from investing activities:		
Cash receipts from disposals and returns of investments		
Cash receipts from returns on investments	**483**	340
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	**25**	13
Other cash receipts relating to investing activities	**1,845**	111
Sub-total of cash inflows from investing activities	**2,353**	464
Cash payments to acquire and construct fixed assets, intangible assets and other long-term assets	**2,444**	2,028
Cash payments to acquire investments	**212**	113
Other cash payments relating to investing activities	**1,908**	564
Sub-total of cash outflows from investing activities	**4,564**	2,705
Net cash flow from investing activities	**(2,211)**	(2,241)

Item	**January to September 2025**	January to September 2024
III. Cash flows from financing activities:		
Cash received from investments	**10**	72
Including: cash receipts from minorities making investment in subsidiaries	**10**	72
Cash receipts from borrowings	**16,499**	11,742
Other cash receipts relating to financing activities	**17**	
Sub-total of cash inflows from financing activities	**16,526**	11,814
Cash repayments of amounts borrowed	**16,832**	9,178
Cash payments for distribution of dividends or profit or interest expenses	**252**	203
Including: payments for distribution of dividends or profit to minorities of subsidiaries		
Other cash payments relating to financing activities	**94**	87
Sub-total of cash outflows from financing activities	**17,178**	9,468
Net cash flow from financing activities	**(652)**	2,346

Item	**January to September 2025**	January to September 2024
IV. Effect of changes in foreign exchange rate on cash and cash equivalents		
V. Net Increase in Cash and Cash Equivalents	**(895)**	(208)
Add: Opening balance of Cash and Cash Equivalents	**4,544**	3,319
VI. Closing Balance of Cash and Cash Equivalents	**3,649**	3,111

Legal representative:	*Financial controller:*	*Person in charge of accounting department:*
Wang Jun	**Li Jingdong**	**Ma Li**

Parent company Balance sheet
As at 30 September 2025

Prepared by: Angang Steel Company Limited *Monetary unit: RMB million*

Item	**30 September 2025**	31 December 2024
Current assets:		
Cash and cash equivalents	**2,007**	2,293
Trading financial assets	**24**	15
Derivative financial assets		
Notes receivable	**338**	50
Accounts receivable	**3,321**	2,716
Receivables financing	**1,420**	674
Prepayments	**2,367**	2,566
Other receivables	**155**	53
Including: Interests receivable		
Dividends receivable		
Inventories	**9,414**	11,645
Other current assets	**923**	1,519
Total current assets	**19,969**	21,531

Item	**30 September 2025**	31 December 2024
Non-current assets:		
Long-term equity investments	**14,445**	14,346
Other equity instrument investments	**696**	690
Other non-current financial assets	**143**	104
Fixed assets	**44,275**	43,864
Construction in progress	**4,286**	5,030
Right-of-use assets	**76**	122
Intangible assets	**5,555**	5,828
Deferred income tax assets	**2,190**	2,203
Other non-current assets	**686**	907
Total non-current assets	**72,352**	73,094
Total assets	**92,321**	94,625
Current liabilities:		
Short-term loans	**7,470**	710
Derivative financial liabilities		1
Notes payable	**16,592**	17,230
Accounts payable	**5,476**	6,656
Contract liabilities	**5,354**	4,297
Staff remuneration payable	**371**	87
Tax payable	**180**	97
Other payables	**5,697**	6,673
Including: Interests payable		
Dividends payable		
Non-current liabilities due within one year	**866**	700
Other current liabilities	**153**	131
Total current liabilities	**42,159**	36,582

Item	**30 September 2025**	31 December 2024
Non-current liabilities:		
Long-term loans	**3,782**	10,862
Bonds payable		
Lease liability	**79**	124
Long-term payables	**508**	367
Long-term employee benefits payable	**49**	49
Deferred income	**668**	670
Deferred income tax liabilities	**90**	89
Total non-current liabilities	**5,176**	12,161
Total liabilities	**47,335**	48,743
Shareholders' equity:		
Share capital	**9,369**	9,383
Capital reserve	**26,909**	26,905
Less: Treasury shares		27
Other comprehensive income	**221**	215
Special reserve	**78**	31
Surplus reserve	**4,447**	4,447
Retained earnings	**3,962**	4,928
Total shareholders' equity	**44,986**	45,882
Total liabilities and shareholders' equity	**92,321**	94,625

Legal representative:	*Financial controller:*	*Person in charge of accounting department:*
Wang Jun	**Li Jingdong**	**Ma Li**

Parent Company Income Statement
For the nine months ended 30 September 2025

Prepared by: Angang Steel Company Limited *Monetary unit: RMB million*

Item	January to September 2025	January to September 2024
I. Total operating revenue	**61,985**	66,540
Including: operating revenue	**61,985**	66,540
II. Total operating cost	**64,373**	71,518
Including: Operating cost	**62,163**	69,372
Tax and surcharges	**587**	496
Selling expenses	**231**	364
Administrative expenses	**788**	808
Research and development expenses	**319**	255
Financial expenses	**285**	223
Including: Interests expenses	**284**	219
Interest income	**21**	23
Add: Other incomes	**147**	90
Investment income (Loss is listed with “-”)	**1,340**	504
Including:Investment incomes in associates and joint ventures	**397**	369
Gain from fair-value changes (Loss is listed with “-”)	**55**	70
Credit impairment losses(Loss is listed with “-”)	**1**	(4)
Impairment on assets(Loss is listed with “-”)	**(122)**	(315)
Gains on disposal of assets(Loss is listed with “-”)		35

Item	**January to September 2025**	January to September 2024
III. Operating profit (Loss is listed with "-")	**(967)**	(4,598)
Add: Non-operating income	**24**	18
Less: Non-operating expenses	**10**	109
IV. Profit before income tax (Loss is listed with "-")	**(953)**	(4,689)
Less: Income tax expenses	**13**	7
V. Net profit for the period (Loss is listed with "-")	**(966)**	(4,696)
Classification according to the continuity of operation		
i. Continuous operating net profit (Loss is listed with "-")	**(966)**	(4,696)
ii. Termination of business operating profit (Loss is listed with "-")		
Classification of ownership		
i. Termination of business operating profit	**(966)**	(4,696)
ii. Termination of business operating profit		

Item	**January to September 2025**	January to September 2024
VI. Other comprehensive income after tax	**6**	16
Other comprehensive income after tax attributable to parent company owners	**6**	16
I. Other comprehensive income which cannot be reclassified subsequently to profit or loss	**6**	16
i. Net gain on other equity instruments at fair value through other comprehensive income	**5**	15
ii. The shares of the other comprehensive income which cannot be reclassified in profit or loss of the invested company in equity method	**1**	1
II. Other comprehensive income which will be reclassified subsequently to profit or loss		
i. The shares of the other comprehensive income which can be reclassified in profit or loss of the invested company in equity method		
Other comprehensive income after tax attributable to minority shareholders		
VII. Total comprehensive income	**(960)**	(4,680)
Total comprehensive income attributed to the Company owners	**(960)**	(4,680)
Total comprehensive income attributable to minority shareholders		

Legal representative:	*Financial controller:*	*Person in charge of accounting department:*
Wang Jun	**Li Jingdong**	**Ma Li**

Parent Company Cash Flow Statement
For the nine months ended 30 September 2025

Prepared by: Angang Steel Company Limited *Monetary unit: RMB million*

Item		January to September 2025	January to September 2024
I.	**Cash flows from operating activities:**		
	Cash received from sales and services	**65,842**	62,123
	Taxes and surcharges refunds	**6**	71
	Other cash receipts related to operating activities	**370**	446
	Sub-total of cash inflows from operating activities	**66,218**	62,640
	Cash payments for goods purchased and services received	**60,479**	58,598
	Cash payments to and on behalf of employees	**2,354**	2,583
	Payments of taxes and surcharges	**713**	583
	Other cash payments relating to operating activities	**1,064**	760
	Sub-total of cash outflows from operating activities	**64,610**	62,524
	Net cash flow from operating activities	**1,608**	116

Item	**January to September 2025**	January to September 2024
II. Cash flows from investing activities:		
Cash receipts from disposals and returns of investments		
Cash receipts from returns on investments	**1,462**	478
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets		18
Other cash receipts relating to investing activities	**1,759**	91
Sub-total of cash inflows from investing activities	**3,221**	587
Cash payments to acquire and construct fixed assets, intangible assets and other long-term assets	**2,085**	1,697
Cash payments to acquire investments	**183**	217
Other cash payments relating to investing activities	**1,707**	563
Sub-total of cash outflows from investing activities	**3,975**	2,477
Net cash flow from investing activities	**(754)**	(1,890)

Item	**January to September 2025**	January to September 2024
III. Cash flows from financing activities:		
Cash received from investments		
Including: received of subsidiary from minority shareholders		
Cash received from borrowings	**17,415**	11,850
Other cash received from financing activities	**48**	70
Sub-total of cash inflows from financing activities	**17,463**	11,920
Cash repayments of amounts borrowed	**18,127**	9,353
Cash payments for distribution of dividends or profit or interest expenses	**263**	215
Including: payments for distribution of dividends or profit to minorities of subsidiaries		
Other cash payments relating to financing activities	**213**	85
Sub-total of cash outflows from financing activities	**18,603**	9,653
Net cash flow from financing activities	**(1,140)**	2,267

Item	January to September 2025	January to September 2024
IV. Effect of Foreign Exchange Rate Changes on Cash and Cash Equivalents		
V. Net Increase in Cash and Cash Equivalents	**(286)**	493
Add: Opening balance of Cash and Cash Equivalents	**2,293**	1,259
VI. Closing Balance of Cash and Cash Equivalents	**2,007**	1,752

Legal representative:	*Financial controller:*	*Person in charge of accounting department:*
Wang Jun	**Li Jingdong**	**Ma Li**

(II) Particulars in relation to adjustments made to the financial statements as at the beginning of the year of the initial adoption new accounting standards since 2025

☐ Applicable ☑ Not applicable

(III) Audit report

Whether the third quarterly financial and accounting report has been audited or not

☐ Yes ☑ No

The third quarterly financial and accounting report of the Company is unaudited.

By Order of the Board
ANGANG STEEL COMPANY LIMITED*
Wang Jun
Executive Director and Chairman of the Board

Anshan City, Liaoning Province, the PRC
30 October 2025

As at the date of this announcement, the Board comprises of the following directors:

Executive Directors:
Wang Jun
Tian Yong
Li Jingdong

Independent Non-executive Directors:
Wang Wanglin
Zhu Keshi
Hu Caimei
Liu Chaojian

Non-executive Director:
Tan Yuhai

Employee Director:
Zhao Zhongmin

* *For identification purpose only*