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

(Stock Code: 00323)

**INSIDE INFORMATION/OVERSEAS REGULATORY
ANNOUNCEMENT
2026 FIRST 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 first quarterly report as calculated based on PRC GAAP have not been audited, but have been reviewed by the Audit and Compliance Committee under the Board of the Company.

I. MAJOR FINANCIAL DATA

(I) Major accounting data and financial indicators

Items	<i>Unit: Yuan Currency: RMB</i>		
	The reporting period	The same period of previous year	Increase/decrease of the reporting period as compared to the same period of previous year (%)
Revenue	17,718,338,230	19,424,908,533	-8.79
Total profit	119,970,133	-65,025,207	Not applicable
Net profit attributable to shareholders of the Company	42,366,546	-144,080,456	Not applicable
Net profit excluding non-recurring gains or losses attributable to shareholders of the Company	-5,547,815	-155,387,734	Not applicable
Net cash flows from operating activities	1,413,046,676	264,555,584	434.12
Basic earnings per share (RMB/share)	0.01	-0.02	Not applicable
Diluted earnings per share (RMB/share)	0.01	-0.02	Not applicable
Return on net assets (weighted average) (%)	0.18	-0.62	Increased by 0.80 percentage point
	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	81,520,472,576	81,746,797,461	-0.28
Equity attributable to shareholders of the Company	24,067,808,035	24,026,672,263	0.17

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

Unit: Yuan Currency: RMB

Items of non-recurring gains or losses	Amount for the period
Gains/losses from disposal of non-current assets, including the write-off of provision for impairment on assets	92,672,812
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	1,943,894
Non-operating income and expenses other than the above items	301,671
Less: Impact of income tax	408,779
Impact of minority shareholders' interests (after tax)	46,595,237
Total	<u>47,914,361</u>

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

Items	Percentage of change (%)	Main reasons
Net profit attributable to shareholders of the Company	N/A	The Company has been committed to tapping internal potential, and earnestly implemented measures including cost reduction, expense control and coordination of production and marketing, thereby fully promoting the continuous improvement of operating performance.
Net profit excluding non-recurring gains or losses attributable to shareholders of the Company	N/A	
Basic earnings per share (RMB/ share)	N/A	
Diluted earnings per share (RMB/share)	N/A	
Net cash flows from operating activities	434.12	

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 115,849

Name of shareholder	Shareholding of the top ten shareholders			Number of Restricted shares held	Number of pledged, marked or frozen Status	Volume
	Nature of shareholders	Number of shares held	Percentage of shareholding (%)			
Magang (Group) Holding Co., Ltd.	State-owned legal person	3,733,677,149	48.49	-	Nil	-
Hong Kong Securities Clearing Company (Nominees) Limited	Overseas legal person	1,720,235,995	22.34	-	Unknown	Unknown
Central Huijin Asset Management Limited	State-owned legal person	139,172,300	1.81	-	Unknown	Unknown
Hong Kong Securities Clearing Company Limited	Overseas legal person	48,477,138	0.63	-	Unknown	Unknown
Beijing Guoxing Real Estate Management Co., Ltd.	Domestic non-state-owned legal person	42,120,000	0.55	-	Unknown	Unknown
China Merchants Bank Co., Ltd. – Guotai CSI Steel Trading Open Ended Index Securities Investment Fund	Others	20,426,779	0.27	-	Unknown	Unknown
China Guangfa Bank Co., Ltd. – Guotai Juxin Value Advantage Flexible Allocation of Hybrid Securities Investment Fund	Others	18,000,000	0.23	-	Unknown	Unknown
Bank of Ningbo Co., Ltd. — Dongfanghong Zhiyuan 3-Year Holding Period Hybrid Securities Investment Fund	Others	17,677,200	0.23	-	Unknown	Unknown
Li Yi	Domestic natural person	17,339,901	0.23	-	Unknown	Unknown
CITIC Securities Asset Management (Hong Kong) Co., Ltd. - Client funds	Others	16,999,439	0.22	-	Unknown	Unknown

Top Ten Shareholders without selling restrictions

Name of Shareholder	Number of floating shares held without selling restrictions	Type and number of shares	
		Type	Number
Magang (Group) Holding Co., Ltd.	3,733,677,149	Ordinary shares in RMB	3,733,677,149
Hong Kong Securities Clearing Company (Nominees) Limited	1,720,235,995	Overseas-listed shares	1,720,235,995
Central Huijin Asset Management Limited	139,172,300	Ordinary shares in RMB	139,172,300
Hong Kong Securities Clearing Company Limited	48,477,138	Ordinary shares in RMB	48,477,138
Beijing Guoxing Real Estate Management Co., Ltd.	42,120,000	Ordinary shares in RMB	42,120,000
China Merchants Bank Co., Ltd. – Guotai CSI Steel Trading Open Ended Index Securities Investment Fund	20,426,779	Ordinary shares in RMB	20,426,779
China Guangfa Bank Co., Ltd. – Guotai Juxin Value Advantage Flexible Allocation of Hybrid Securities Investment Fund	18,000,000	Ordinary shares in RMB	18,000,000
Bank of Ningbo Co., Ltd. — Dongfanghong Zhiyuan 3-Year Holding Period Hybrid Securities Investment Fund	17,677,200	Ordinary shares in RMB	17,677,200
Li Yi	17,339,901	Ordinary shares in RMB	17,339,901
CITIC Securities Asset Management (Hong Kong) Co., Ltd. – Client funds	16,999,439	Ordinary shares in RMB	16,999,439

Notes on the above shareholders' affiliated
relation or concerted action

Magang (Group) Holding Co., Ltd. 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 action.

Notes: Hong Kong Securities Clearing Company (Nominees) Limited is the nominee holder of shares held by non-registered shareholders of the H shares of the Company, which held 1,720,235,995 H shares of the Company on behalf of its customers. Among them, Baosteel Hong Kong Investment Ltd., holding 358,950,000 H Shares of the Company, is a wholly-owned subsidiary of China Baowu Steel Group Corporation Limited, the controlling shareholder of Magang (Group) Holding Co., Ltd.

III. OTHER REMINDERS

In the first quarter of 2026, domestic steel prices dropped first and then rose, fluctuating within a narrow range at an overall low level, while raw material and fuel prices fluctuated at a high level. Steel companies were still facing great operating pressure. The Company and its subsidiaries (the “Group”) have implemented the “Three Innovations, Four Transformations, Five Strategies” high-quality development model, systematically advancing key annual tasks and achieving a significant improvement in operating performance. During the reporting period, the Group produced a total of 4.75 million tonnes of pig iron, 5.21 million tonnes of crude steel and 5.00 million tonnes of steel products and steel ingots, representing year-on-year increases of 3.94%, 1.17%, and 2.04%, respectively. During the reporting period, total profit amounted to RMB120 million, an increase of RMB185 million year-on-year; net profit attributable to shareholders of the Company was RMB42 million, an increase of RMB186 million year-on-year; and net cash flow from operating activities was RMB1,413 million, an increase of RMB1,148 million year-on-year. The major work of the Group is set out below:

1. Strengthening cost-effective operation. The Company adhered to the “Four Haves” operation principle and continuously deepened cost-effective operation. Magang Limited hedged market pressure by tapping internal potential, and made every effort to promote cost reduction and efficiency enhancement as well as in-depth coordination of production, marketing and R&D, with continuous optimization of product mix: the sales proportion of “2+2+N” products was 47.4%, representing a year-on-year increase of 6.4 percentage points; the terminal rate of steel products reached 59.2%, representing a year-on-year increase of 19.3 percentage points; and the export proportion of steel products reached 11.8%, representing a year-on-year increase of 2.9 percentage points. Changjiang Steel adhered to the dual-wheel drive of brand empowerment and agile marketing: first, giving full play to brand advantages, continuously narrowing the market price gap with benchmark enterprises, and steadily enhancing the brand premium capacity in key regional markets; second, optimizing product specification structure, increasing efforts in terminal direct supply and development of key regional markets, with both the proportion of project direct supply and sales volume of high-strength steel rising year-on-year.

2. Promoting reduction of Four Major Costs. The Company coordinated the implementation of the “Four Major Costs” project and adopted various measures to promote cost reduction and efficiency enhancement. Magang Limited focused on promoting manufacturing cost and expense control, with steady improvement in cost competitiveness. Compared with the previous year, indicators such as the rate of defective products, strip contract completion rate and spot occurrence rate continued to improve; the cost per tonne of pig iron decreased, and the industry ranking of molten iron cost rose to 16th, up 3 places from the previous year; the cost per tonne of steel was reduced by approximately RMB72, and the quality cost, logistics cost and energy cost per tonne of steel all decreased. Changjiang Steel decomposed cost reduction tasks into five major areas, i.e. molten iron, logistics, energy, quality and post-steel processing, promoting full-chain cost reduction and efficiency enhancement, as well as achieving a cost reduction of approximately RMB46 per tonne of steel.

3. Promoting implementation of plans. The production lines in Area 1 of Section Steel Department and CSP production line of Magang Limited withdrew in an orderly manner, and relevant employees were properly resettled; key projects such as the Phase II project of new special steel and the new No. 4 slab caster project of the steelmaking plant progressed steadily, and the Phase III gas power generation project in the North District was ready for grid-connected power generation.

IV. QUARTERLY FINANCIAL STATEMENTS

Consolidated Statement of Financial Position

31 March 2026

	<i>Unit: RMB</i>	
Items	31 March 2026	31 December 2025
CURRENT ASSETS:		
Cash and bank balances	12,147,402,299	11,769,801,934
Notes receivable	523,137,900	572,691,130
Trade receivables	2,067,567,499	2,816,512,581
Financing receivables	880,980,222	1,279,050,625
Prepayments	589,988,404	439,550,590
Other receivables	487,526,949	376,522,535
Inventories	8,091,894,357	7,410,383,368
Other current assets	203,250,042	191,002,772
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Total current assets	24,991,747,672	24,855,515,535
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Items	31 March 2026	31 December 2025
NON-CURRENT ASSETS:		
Long term equity investments	6,196,594,170	6,171,725,674
Other equity instruments investments	529,512,184	529,512,184
Investment properties	50,671,310	51,174,126
Property, plant and equipment	45,978,660,652	45,747,321,970
Construction in progress	1,404,406,387	1,976,324,641
Right-of-use assets	287,772,027	297,919,634
Intangible assets	1,782,274,585	1,815,809,118
Deferred tax assets	298,833,589	301,494,579
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Total non-current assets	56,528,724,904	56,891,281,926
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TOTAL ASSETS	81,520,472,576	81,746,797,461
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CURRENT LIABILITIES:		
Short-term loans	10,627,219,631	10,759,496,729
Notes payable	11,397,722,470	10,452,314,143
Trade payables	8,613,827,175	9,381,832,392
Contract liabilities	4,565,293,087	4,247,904,586
Payroll and employee benefits payable	198,068,334	274,397,346
Taxes payable	297,155,632	238,476,858
Other payables	2,993,288,415	3,031,625,066
Non-current liabilities due within one year	3,210,614,899	2,372,076,286
Accrued liabilities	8,774,402	11,218,478
Other current liabilities	613,015,408	548,260,463
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Total current liabilities	42,524,979,453	41,317,602,347
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Items	31 March 2026	31 December 2025
NON-CURRENT LIABILITIES:		
Long-term loans	1,539,153,813	3,049,493,813
Lease liabilities	333,564,799	336,261,229
Long-term employee benefits payable	265,081	265,081
Deferred revenue	790,031,009	804,941,750
	<hr/>	<hr/>
Total non-current liabilities	2,663,014,702	4,190,961,873
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Total liabilities	45,187,994,155	45,508,564,220
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OWNERS' EQUITY (OR SHAREHOLDERS' EQUITY):		
Paid-in capital (or share capital)	7,700,681,186	7,700,681,186
Capital reserve	9,531,206,765	9,531,206,765
Other comprehensive income	-10,928,374	-6,674,030
Special reserve	68,700,462	65,676,892
Surplus reserve	4,720,262,452	4,720,262,452
Retained earnings	2,057,885,544	2,015,518,998
Total owners' equity attributable to the equity holders of the parent company (or shareholders' equity)	24,067,808,035	24,026,672,263
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Minority shareholders' equity	12,264,670,386	12,211,560,978
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Total owners' equity (or shareholders' equity)	36,332,478,421	36,238,233,241
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TOTAL LIABILITIES AND OWNERS' EQUITY (OR SHAREHOLDERS' EQUITY)	81,520,472,576	81,746,797,461
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Consolidated Income Statement
January to March 2026

Unit: RMB

Items	First quarter of 2026	First quarter of 2025
I. Total revenue	17,718,338,230	19,424,908,533
II. Total cost of sales	17,766,289,760	19,633,078,382
Including: Cost of sales	17,168,620,339	18,899,761,059
Taxes and surcharges	109,486,540	118,827,614
Selling expenses	63,590,077	67,997,577
General and administrative expenses	239,671,331	212,513,873
R&D expenses	130,188,040	208,520,047
Financial expenses	54,733,433	125,458,212
Including: interest expense	88,786,928	138,760,033
interest income	44,222,787	26,013,254
Add: Other income	33,158,805	126,154,585
Investment income (Loss is indicated by “-”)	15,790,380	17,500,007
Including: share of profits of associates and joint ventures	26,807,727	18,356,050
Credit impairment losses (Loss is indicated by “-”)	26,216,810	-9,091,027
Asset impairment losses (Loss is indicated by “-”)	-218,903	-1,342,351
Gains on disposal of assets (Loss is indicated by “-”)	102,707,519	-5,775
III. Operating profit (Loss is indicated by “-”)	129,703,081	-74,954,410
Add: Non-operating income	913,197	15,391,111
Less: Non-operating expenses	10,646,145	5,461,908

Items	First quarter of 2026	First quarter of 2025
IV. Total profit (Total loss is indicated by “-”)	119,970,133	-65,025,207
Less: Income tax expense	22,730,925	42,165,678
	<hr/>	<hr/>
V. Net profit (Net loss is indicated by “-”)	97,239,208	-107,190,885
(I) Categorized by operation continuity		
1. Net profit from continuing operations (Net loss is indicated by “-”)	97,239,208	-107,190,885
2. Net profit from discontinued operations (Net loss is indicated by “-”)	-	-
(II) Categorized by ownership		
1. Net profit attributable to owners of the parent company (Net loss is indicated by “-”)	42,366,546	-144,080,456
2. Profit or loss attributable to minority shareholders (Net loss is indicated by “-”)	54,872,662	36,889,571
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Items	First quarter of 2026	First quarter of 2025
VI. Other comprehensive income, net of tax	-9,879,300	141,419
(I) Other comprehensive income attributable to owners of the parent company, net of tax	-4,254,344	141,419
1. Other comprehensive income that cannot be reclassified to profit or loss	-	-
2. Other comprehensive income to be reclassified to profit or loss:	-4,254,344	141,419
(1) Exchange differences on translation of foreign operation	-4,254,344	141,419
(II) Other comprehensive income attributable to minority shareholders' interests, net of tax	-5,624,956	-
VII. Total comprehensive income:	87,359,908	-107,049,466
(I) Owners of the parent company	38,112,202	-143,939,037
(II) Minority shareholders	49,247,706	36,889,571
VIII. Earnings per share:		
(I) Basic earnings per share (<i>RMB/share</i>)	0.01	-0.02
(II) Diluted earnings per share (<i>RMB/share</i>)	0.01	-0.02

Consolidated Statement of Cash Flow
January to March 2026

Unit: RMB

Items	First quarter of 2026	First quarter of 2025
I. Cash flow from operating activities:		
Cash received from sale of goods and rendering of services	18,113,634,109	17,139,562,027
Tax refunds received	11,167,062	144,389,499
Cash received relating to other operating activities	98,175,592	664,328,097
	<hr/>	<hr/>
Sub-total of cash inflows from operating activities	18,222,976,763	17,948,279,623
	<hr/>	<hr/>
Cash paid for purchase of goods and services	15,209,265,154	15,427,233,977
Cash paid to and on behalf of employees	927,446,865	868,835,755
Taxes and surcharges paid	358,368,076	157,651,894
Cash paid relating to other operating activities	314,849,992	1,230,002,413
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Sub-total of cash outflows from operating activities	16,809,930,087	17,683,724,039
	<hr/>	<hr/>
Net cash flows generated from operating activities	1,413,046,676	264,555,584
	<hr/>	<hr/>

Items	First quarter of 2026	First quarter of 2025
II. Cash flows from investing activities:		
Proceeds from disposal of items of property, plant and equipment, intangible assets and other non-current assets	25,902,118	45,583,494
Cash received relating to other investing activities	23,379,455	8,618,463
Sub-total of cash inflows from investing activities	49,281,573	54,201,957
Purchases of property, plant and equipment, intangible assets and other long-term assets	429,649,641	542,989,519
Cash paid for investments	4,500,000,000	–
Sub-total of cash outflows from investing activities	4,929,649,641	542,989,519
Net cash flows generated from investing activities	-4,880,368,068	-488,787,562
III. Cash flows from financing activities:		
Cash received from borrowings	6,097,686,489	6,558,256,288
Cash received relating to other financing activities	22,729,536	18,110,516
Sub-total of cash inflows from financing activities	6,120,416,025	6,576,366,804
Repayment of borrowings	6,805,488,190	5,527,536,099
Cash paid for the distribution of dividend or profits and for interest expenses	86,312,616	134,137,790
Including: dividends or profits paid to non-controlling interests by subsidiaries	243,200	–
Cash paid relating to other financing activities	19,728,814	–
Sub-total of cash outflows from financing activities	6,911,529,620	5,661,673,889
Net cash flows generated from financing activities	-791,113,595	914,692,915

Items	First quarter of 2026	First quarter of 2025
IV. Effect of foreign exchange rate changes on cash and cash equivalents	<u>-6,440,847</u>	<u>-13,482,704</u>
V. Net increase in cash and cash equivalents	<u>-4,264,875,834</u>	<u>676,978,233</u>
Add: cash and cash equivalents at the beginning of the period	<u>9,214,167,914</u>	<u>3,687,116,398</u>
VI. Cash and cash equivalents at the end of the period	<u><u>4,949,292,080</u></u>	<u><u>4,364,094,631</u></u>

Legal representative:
Jiang Yuxiang

Chief Accountant:
Chen Guorong

Head of Accounting:
Le Zhihai

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

24 April 2026
Maanshan City, Anhui Province, the PRC

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