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Chongqing Iron & Steel Company Limited **重慶鋼鐵股份有限公司**

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(在中華人民共和國註冊成立的股份有限公司)

(Stock Code: 1053)

ANNOUNCEMENT ON THE OPERATING DATA FOR THE FIRST QUARTER OF 2020

Pursuant to the relevant provisions of Article 25 of the “Guidelines on Industrial Information Disclosure of Listed Companies No. 9 – Iron and Steel” of the Shanghai Stock Exchange, Chongqing Iron & Steel Company Limited (the “**Company**”) hereby announces the operating data for the first quarter of 2020 (the reporting period) (unaudited) as follows:

I. HIGHLIGHTS OF PRODUCTION AND OPERATION

In the first quarter, the Company coordinated the work of epidemic prevention and control and production and operation to make effort to guarantee the stable operation of production, so as to minimize the impact of the epidemic on production and operation. In the first quarter, the Company produced 1,508,200 tonnes of iron, 1,640,900 tonnes of steel and 1,580,800 tonnes of steel products, with a target completion rate of 24.64%, 24.13% and 24.78% in the annual plan, representing an increase of 28,400 tonnes, 72,100 tonnes and 89,800 tonnes, or 1.92%, 4.60% and 6.02% as compared with the same period of the previous year, respectively.

In the first quarter, the Company closely focused on the operation principle of “expanding the scale, adjusting the structure and reducing the cost” and simultaneously carried out two key tasks, namely, “identifying deficiency in an all-round manner, vigorously reducing the cost and increasing the efficiency” and “promoting the implementation of the plan and realizing economies of scale”. The Company actively promoted management reforms, efficiency enhancement, cost improvement, product structure optimization and other works, and made breakthroughs in procedure costs reduction. In the first quarter, over 77% of the key technical and economic indicators at the company level outpaced the best data for the previous year, of which, the critical technical and economic indicators, such as steel consumption in steelmaking, yield of rolled steel, etc., were all improved significantly and consumption witnessed noticeable decline, with procedure costs decreased by RMB84 million.

II. KEY FINANCIAL INFORMATION

Unit: RMB'000

	As at the end of the reporting period	As at the end of the previous year	Changes from the end of the previous year (%)
Total assets	28,377,210	26,975,726	5.20
Net assets attributable to shareholders of the Company	19,321,334	19,396,003	-0.38
	From the beginning of year to the end of the reporting period	From the beginning of the previous year to the end of the reporting period of the previous year	Changes from the same period last year (%)
Net cash flow from operating activities	-213,075	-138,559	N/A

	From the beginning of year to the end of the reporting period	From the beginning of the previous year to the end of the reporting period of the previous year	Changes from the same period last year (%)
Revenue from operations	5,178,323	5,307,920	-2.44
Net profit attributable to shareholders of the Company	4,173	150,437	-97.23
Net profit attributable to shareholders of the Company after excluding extraordinary profit or loss items	253	128,191	-99.80
Return on net assets (weighted average) (%)	0.02	0.81	Decrease by 0.79 percentage point
Basic earnings per share (RMB per share)	0.0005	0.02	-97.50
Diluted earnings per share (RMB per share)	0.0005	0.02	-97.50

III. MAJOR PRODUCTS

Major products	Production from January to March 2020	Sales from January to March 2020	Average selling price from January to March 2020 (excluding taxes, RMB per tonne)
	<i>(0'000 tonnes)</i>	<i>(0'000 tonnes)</i>	
Medium and heavy sheets	49.04	47.33	3,450
Hot rolling	84.92	82.10	3,274
Rebar	15.47	11.34	3,314
Profiles	8.65	7.70	3,316
Total	158.08	148.46	3,335

The above operating data is unaudited. Investors are advised to pay attention to the investment risks and exercise caution when using such information.

By order of the Board
Chongqing Iron & Steel Company Limited
Meng Xiangyun
Secretary to the Board

Chongqing, the PRC, 30 April 2020

As at the date of this announcement, the directors of the Company are: Mr. Zhou Zhuping (Non-executive Director), Mr. Song De An (Non-executive Director), Mr. Zhang Shuogong (Non-executive Director), Mr. Li Yongxiang (Executive Director), Mr. Tu Deling (Executive Director), Mr. Wang Li (Executive Director), Mr. Xu Yixiang (Independent Non-executive Director), Mr. Xin Qingquan (Independent Non-executive Director) and Mr. Wong Chunwa (Independent Non-executive Director).