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)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO CONNECTED TRANSACTION – CAPITAL REDUCTION AGREEMENT

Reference is made to the announcement (the "**Announcement**") published by Maanshan Iron & Steel Company Limited (the "**Company**") on 22 September 2022 in relation to connected transaction – Capital Reduction Agreement. Capitalised terms used herein shall bear the same meanings as defined in the Announcement.

The Company hereby provides the following supplemental information in the Announcement:

NET PROFIT OF BAOWU WATER

The net profit of Baowu Water, before and after tax, for the years ended 31 December 2023 and 31 December 2024, respectively, are as follows:

	For the year ended 31 December 2023 *(RMB 0'000)*	**For the year ended 31 December 2024** *(RMB 0'000)*
Net profit before tax	5,587.95	1,743.83
Net profit after tax	6,000.48	2,595.17

FINANCIAL IMPACT OF THE CAPITAL REDUCTION AGREEMENT ON THE GROUP

Through this capital reduction transaction, Magang Limited resumed physical circulating water assets. The Capital Reduction Agreement does not involve cash transaction and would bring no material impact on the cash flow of the Company. As the shareholding of the Company in Baowu Water after the capital reduction was reduced to 3.151% and the Company will no longer designate director to Baowu Water, the Company can no longer exercise significant influence over it, so the accounting treatment of Baowu Water by the Company will be changed to financial assets measured at fair value through other comprehensive income and shall be presented as investments in other equity instruments.

Save for the above supplemental information, all other information contained in the Announcement remains unchanged.

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

26 September 2025
Maanshan City, Anhui Province, the PRC

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