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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 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. Zhang Wenyang, 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	19,424,908,533	20,391,635,931	-4.74
Net profit attributable to shareholders of the Company	-144,080,456	-310,998,961	Not applicable
Net profit excluding non-recurring gains or losses attributable to shareholders of the Company	-155,387,734	-424,082,999	Not applicable
Net cash flows from operating activities	264,555,584	-1,307,684,219	Not applicable
Basic earnings per share (RMB/share)	-0.02	-0.04	Not applicable
Diluted earnings per share (RMB/share)	-0.02	-0.04	Not applicable
Return on net assets (weighted average) (%)	-0.62	-1.13	Increased by 0.51 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	78,534,556,218	78,962,973,613	-0.54
Equity attributable to shareholders of the Company	23,119,985,054	23,257,460,660	-0.59

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

*Unit: Yuan    Currency: RMB*

<b>Items of non-recurring gains or losses</b>	<b>Amount for the period</b>
Gains/losses from disposal of non-current assets, including the write-off of provision for impairment on assets	<b>-1,350,336</b>
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	<b>6,546,156</b>
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	<b>-856,042</b>
Non-operating income and expenses other than the above items	<b>11,273,764</b>
Less: Impact of income tax	<b>3,047,309</b>
Impact of minority shareholders' interests (after tax)	<b>1,258,955</b>
Total	<b><u>11,307,278</u></b>

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

<b>Items</b>	<b>Percentage of change (%)</b>	<b>Main reasons</b>
Net profit attributable to shareholders of the Company	N/A	The year-on-year decrease in loss was mainly due to the decrease in prices of raw materials and fuels being greater than the decrease in steel prices during the period and internal cost reductions by the Company.
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	N/A	This was mainly due to the decrease in cash paid by the Company for the purchase of commodities year-on-year as a result of the decrease in the prices of raw materials and fuels.

## 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 135,680

Name of shareholder	Shareholding of the top ten shareholders			Number of Restricted shares held	Number of pledged, marked or frozen	
	Nature of shareholders	Number of shares held	Percentage of shareholding (%)		Status	Volume
Magang (Group) Holding Co., Ltd.	State-owned legal person	3,733,677,149	48.35	–	Nil	–
Hong Kong Securities Clearing Company (Nominees) Limited	Unknown	1,718,332,495	22.25	–	Unknown	Unknown
Central Huijin Asset Management Limited	State-owned legal person	139,172,300	1.80	–	Unknown	Unknown
Hong Kong Securities Clearing Company Limited	Unknown	49,295,160	0.64	–	Unknown	Unknown
Agricultural Bank of China Co., Ltd. – China Securities 500 Open-end Trading Index Securities Investment Fund	Others	30,851,926	0.40	–	Unknown	Unknown
Beijing Guoxing Real Estate Management Co., Ltd.	Unknown	27,967,400	0.36	–	Unknown	Unknown
Shen Sisi (沈思思)	Domestic natural person	17,956,500	0.23	–	Unknown	Unknown
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	12,021,247	0.16	–	Unknown	Unknown
Huang Hairong (黃海榮)	Domestic natural person	11,827,081	0.15	–	Unknown	Unknown
Hong Zhenbo (洪鎮波)	Domestic natural person	10,510,500	0.14	–	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	1,718,332,495	Overseas-listed shares	1,718,332,495
Central Huijin Asset Management Limited	139,172,300	Ordinary shares in RMB	139,172,300
Hong Kong Securities Clearing Company Limited	49,295,160	Ordinary shares in RMB	49,295,160
Agricultural Bank of China Co., Ltd. – China Securities 500 Open-end Trading Index Securities Investment Fund	30,851,926	Ordinary shares in RMB	30,851,926
Beijing Guoxing Real Estate Management Co., Ltd.	27,967,400	Ordinary shares in RMB	27,967,400
Shen Sisi (沈思思)	17,956,500	Ordinary shares in RMB	17,956,500
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)	12,021,247	Ordinary shares in RMB	12,021,247
Huang Hairong (黃海榮)	11,827,081	Ordinary shares in RMB	11,827,081
Hong Zhenbo (洪鎮波)	10,510,500	Ordinary shares in RMB	10,510,500

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:* (1) The nature of shareholders of A Shares represents the nature of accounts held by shareholders registered with Shanghai Branch of China Securities Depository and Clearing Corporation Limited. (2) 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 1,718,332,495 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, the controlling shareholder of Magang (Group) Holding Co., Ltd. (3) The shares held by Hong Kong Securities Clearing Company Limited refer to A Shares held by non-registered shareholders of Northbound Trading of the Shanghai-Hong Kong Stock Connect.

### III. OTHER REMINDERS

In the first quarter of 2025, the domestic iron and steel industry operated in a generally stable manner, with a slight year-on-year increase in national crude steel production. Steel enterprises were affected by the fact that the decrease in the prices of major raw fuels, such as iron ore and coke, was greater than the decrease in steel prices and other factors, and their results improved, but they were still facing great pressure on their operations.

During the reporting period, the Company and its subsidiaries (the “**Group**”) adhered to the principle of cost reduction in all elements and quality enhancement in all processes, and responded to the uncertainties in the external environment with the certainty of operational improvement, which yielded significant results. The Group produced a total of 4.57 million tonnes of pig iron, 5.15 million tonnes of crude steel and 4.90 million tonnes of steel billet, representing year-on-year increases of 1.68%, 4.99% and 5.18% respectively. The month of March realized a profit, and the Group’s net loss attributable to shareholders of the Company decreased by 53.67% year-on-year for the period from January to March. The major work of the Group is set out below:

1. Continuous improvement of manufacturing capability. The Company deepened the integrated reform of pre-iron processes, centred on the blast furnace, strengthened the daily control and coordination mechanism of the blast furnace, optimised the performance evaluation and distribution methods, and made efforts to improve the technical indicators. At the same time, the Company focused on the optimisation of process paths and upgrading of products mix and production lines, and continued to promote the enhancement of manufacturing capacity. In March, the average daily molten iron production stood firm at 42,500 tonnes, with a decrease of 10kg in fuel ratio and a decrease of RMB130/tonne in molten iron cost. 9 production lines set new daily production records for 11 times, and 6 production lines set new monthly production records.
2. Vigorous implementation of cost reduction. The Company took the foremen as the centre, comprehensively sorted out the cost elements and quality elements for each process and for each production line, promoted comprehensive benchmarking, and looked for cost and quality improvement points; the Company made every effort to push forward the procurement management, adopted bidding to procurement as much as possible, enlarged the scope of the suppliers such as coal, coke and scrap steel, and optimised the technical standards and plans of coal and iron ore allocation, so as to outperform the market in terms of procurement costs.
3. Continuous optimisation of product structure. The Company actively seized market opportunities and continued to increase the volume of differentiated products, with year-on-year growth of 20.2% in the settlement volume of key steel products and 17.7% in the sales volume of automobile plates.

4. Continuous optimization of operation mode. During the reporting period, with the approval of the general meeting, the Company transferred the assets (excluding the 3# blast furnace which had ceased production), liabilities, personnel and business of the Company's iron and steel business, the equity interests of 15 wholly-owned and holding subsidiaries and the equity interests of 3 equity participation companies held by the Company as a whole by capital increase to Maanshan Iron & Steel Limited Company ("Magang Limited"). The delivery was completed on 28 February 2025. Magang Limited has been operating independently since 1 March 2025 and realized a net profit of RMB41 million for the month.

#### IV. QUARTERLY FINANCIAL STATEMENTS

##### Consolidated Statement of Financial Position

31 March 2025

*Unit: RMB*

Items	31 March 2025	31 December 2024
<b>CURRENT ASSETS:</b>		
Cash and bank balances	6,935,455,724	6,434,105,447
Notes receivable	1,142,971,872	822,780,872
Trade receivables	1,749,214,084	1,753,824,456
Financing receivables	1,996,836,031	1,382,456,994
Prepayments	345,084,771	381,238,574
Other receivables	433,484,719	544,731,735
Inventories	6,803,940,924	7,908,952,095
Other current assets	480,349,152	243,920,053
<b>Total current assets</b>	<b>19,887,337,277</b>	<b>19,472,010,226</b>



Items	31 March 2025	31 December 2024
<b>NON-CURRENT ASSETS:</b>		
Long term equity investments	6,916,953,808	6,898,903,955
Other equity instruments investments	414,059,200	414,059,200
Investment properties	52,682,575	53,185,391
Property, plant and equipment	47,658,888,107	48,866,413,844
Construction in progress	1,165,975,160	795,364,312
Right-of-use assets	319,590,694	323,359,282
Intangible assets	1,787,474,110	1,808,686,660
Deferred tax assets	331,595,287	330,990,743
<b>Total non-current assets</b>	<b>58,647,218,941</b>	<b>59,490,963,387</b>
<b>TOTAL ASSETS</b>	<b>78,534,556,218</b>	<b>78,962,973,613</b>
<b>CURRENT LIABILITIES:</b>		
Short-term loans	13,248,689,059	11,344,435,564
Notes payable	9,610,070,008	10,051,474,326
Trade payables	9,911,788,815	10,673,672,878
Contract liabilities	3,481,450,861	4,123,176,032
Payroll and employee benefits payable	223,071,346	220,119,665
Taxes payable	329,132,451	230,640,142
Other payables	3,076,276,335	3,176,283,942
Non-current liabilities due within one year	3,993,040,368	4,499,159,554
Accrued liabilities	11,361,266	11,429,761
Other current liabilities	496,871,329	515,225,262
<b>Total current liabilities</b>	<b>44,381,751,838</b>	<b>44,845,617,126</b>

Items	31 March 2025	31 December 2024
<b>NON-CURRENT LIABILITIES:</b>		
Long-term loans	5,630,098,256	5,483,408,184
Lease liabilities	345,548,345	339,072,242
Long-term employee benefits payable	589,501	589,501
Deferred revenue	954,437,811	973,011,484
Deferred tax liabilities	222,796	222,875
<b>Total non-current liabilities</b>	<b>6,930,896,709</b>	<b>6,796,304,286</b>
<b>Total liabilities</b>	<b>51,312,648,547</b>	<b>51,641,921,412</b>
<b>OWNERS' EQUITY (OR SHAREHOLDERS' EQUITY):</b>		
Paid-in capital (or share capital)	7,722,104,586	7,746,937,986
Capital reserve	8,544,277,048	8,576,312,133
Less: Treasury stock	49,059,586	105,928,072
Other comprehensive income	-1,882,126	-2,023,545
Special reserve	104,037,823	97,574,394
Surplus reserve	4,720,262,453	4,720,262,452
Retained earnings	2,080,244,856	2,224,325,312
Total owners' equity attributable to the equity holders of the parent company (or shareholders' equity)	<b>23,119,985,054</b>	<b>23,257,460,660</b>
Minority shareholders' equity	<b>4,101,922,617</b>	<b>4,063,591,541</b>
<b>Total owners' equity (or shareholders' equity)</b>	<b>27,221,907,671</b>	<b>27,321,052,201</b>
<b>TOTAL LIABILITIES AND OWNERS' EQUITY (OR SHAREHOLDERS' EQUITY)</b>	<b>78,534,556,218</b>	<b>78,962,973,613</b>

#### IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

##### Consolidated Income Statement

January to March 2025

Unit: RMB

Items	First quarter of 2025	First quarter of 2024
I. Total revenue	19,424,908,533	20,391,635,931
II. Total cost of sales	19,633,078,382	20,864,781,160
Including: Cost of sales	18,899,761,059	20,067,978,672
Taxes and surcharges	118,827,614	134,854,469
Selling expenses	67,997,577	75,769,670
General and administrative expenses	212,513,873	203,325,005
R&D expenses	208,520,047	227,790,259
Financial expenses	125,458,212	155,063,085
Including: interest expense	138,760,033	148,700,915
interest income	26,013,254	22,905,779
Add: Other income	126,154,585	89,684,529
Investment income (Loss is indicated by “-”)	17,500,007	60,559,196
Including: share of profits of associates and joint ventures	18,356,050	60,353,974
Gain on the changes in fair value (Loss is indicated by “-”)	-	-1,599,350
Credit impairment losses (Loss is indicated by “-”)	-9,091,027	3,586,313
Asset impairment losses (Loss is indicated by “-”)	-1,342,351	-268,439
Gains on disposal of assets (Loss is indicated by “-”)	-5,775	60,459,094
III. Operating profit (Loss is indicated by “-”)	-74,954,410	-260,723,886
Add: Non-operating income	15,391,111	457,748
Less: Non-operating expenses	5,461,908	4,246,798

Items	First quarter of 2025	First quarter of 2024
IV. Total profit (Total loss is indicated by “–”)	<b>-65,025,207</b>	-264,512,936
Less: Income tax expense	<b>42,165,678</b>	81,123,997
V. Net profit (Net loss is indicated by “–”)	<b>-107,190,885</b>	-345,636,933
(I) Categorized by operation continuity		
1. Net profit from continuing operations (Net loss is indicated by “–”)	<b>-107,190,885</b>	-345,636,933
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 “–”)	<b>-144,080,456</b>	-310,998,961
2. Profit or loss attributable to minority shareholders (Net loss is indicated by “–”)	<b>36,889,571</b>	-34,637,972
VI. Other comprehensive income, net of tax	<b>141,419</b>	-8,196,369
(I) Other comprehensive income attributable to owners of the parent company, net of tax	<b>141,419</b>	-8,196,369
1. Other comprehensive income that cannot be reclassified to profit or loss	–	–
2. Other comprehensive income to be reclassified to profit or loss:	<b>141,419</b>	-8,196,369
(1) Exchange differences on translation of foreign operation	<b>141,419</b>	-8,196,369
(II) Other comprehensive income attributable to minority shareholders’ interests, net of tax	–	–

Items	First quarter of 2025	First quarter of 2024
VII. Total comprehensive income attributable to:	<b>-107,049,466</b>	-353,833,302
(I) Owners of the parent company	<b>-143,939,037</b>	-319,195,330
(II) Minority shareholders	<b>36,889,571</b>	-34,637,972
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	<b>-0.02</b>	-0.04
(II) Diluted earnings per share (RMB/share)	<b>-0.02</b>	-0.04

#### IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

##### Consolidated Statement of Cash Flow

January to March 2025

Unit: RMB

Items	First quarter of 2025	First quarter of 2024
<b>I. Cash flow from operating activities:</b>		
Cash received from sale of goods and rendering of services	17,139,562,027	17,787,707,600
Tax refunds received	144,389,499	231,333,764
Cash received relating to other operating activities	664,328,097	934,736,725
<b>Sub-total of cash inflows from operating activities</b>	<b>17,948,279,623</b>	<b>18,953,778,089</b>
Cash paid for purchase of goods and services	15,427,233,977	18,469,351,482
Cash paid to and on behalf of employees	868,835,755	966,174,521
Taxes and surcharges paid	157,651,894	363,558,810
Cash paid relating to other operating activities	1,230,002,413	462,377,495
<b>Sub-total of cash outflows from operating activities</b>	<b>17,683,724,039</b>	<b>20,261,462,308</b>
<b>Net cash flows generated from operating activities</b>	<b>264,555,584</b>	<b>-1,307,684,219</b>

Items	First quarter of 2025	First quarter of 2024
<b>II. Cash flows from investing activities:</b>		
Cash received from investment income	–	3,138,807
Proceeds from disposal of items of property, plant and equipment, intangible assets and other non-current assets	45,583,494	43,329,728
Cash received relating to other investing activities	8,618,463	9,595,978
<b>Sub-total of cash inflows from investing activities</b>	<b>54,201,957</b>	<b>56,064,513</b>
Purchases of property, plant and equipment, intangible assets and other non-current assets	542,989,519	575,523,996
<b>Sub-total of cash outflows from investing activities</b>	<b>542,989,519</b>	<b>575,523,996</b>
<b>Net cash flows generated from investing activities</b>	<b>-488,787,562</b>	<b>-519,459,483</b>
<b>III. Cash flows from financing activities:</b>		
Cash received from borrowings	6,558,256,288	5,652,273,785
Cash received relating to other financing activities	18,110,516	–
<b>Sub-total of cash inflows from financing activities</b>	<b>6,576,366,804</b>	<b>5,652,273,785</b>
Repayment of borrowings	5,527,536,099	4,268,475,588
Cash paid for the distribution of dividend or profits and for interest expenses	134,137,790	165,633,233
Cash paid relating to other financing activities	–	7,707,612
<b>Sub-total of cash outflows from financing activities</b>	<b>5,661,673,889</b>	<b>4,441,816,433</b>
<b>Net cash flows generated from financing activities</b>	<b>914,692,915</b>	<b>1,210,457,352</b>

Items	First quarter of 2025	First quarter of 2024
IV. Effect of foreign exchange rate changes on cash and cash equivalents	<u>-13,482,704</u>	<u>-21,882,791</u>
V. Net increase in cash and cash equivalents	<u>676,978,233</u>	<u>-638,569,141</u>
Add: cash and cash equivalents at the beginning of the period	<u>3,687,116,398</u>	<u>4,428,594,208</u>
VI. Cash and cash equivalents at the end of the period	<u><u>4,364,094,631</u></u>	<u><u>3,790,025,067</u></u>

*Legal representative:*  
**Jiang Yuxiang**

*Chief Accountant:*  
**Zhang Wenyang**

*Head of Accounting:*  
**Le Zhihai**

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

29 April 2025  
Maanshan City, Anhui Province, the PRC

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