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

(Stock code: 00323)

## OVERSEAS REGULATION ANNOUNCEMENT

### ANNOUNCEMENT ON RESOLUTIONS OF THE BOARD OF DIRECTORS

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.

On 29 August 2018, the eleventh meeting of the ninth session of the board of directors of Maanshan Iron & Steel Company Limited (the “**Company**”) was held at the Magang Office Building. There were seven directors eligible for attending the meeting and seven of them attended it. The meeting was chaired by Mr. Ding Yi, the chairman of the board of directors. The following resolutions were considered and approved:

- I. The resolution in relation to the changes in inventory depreciation reserves and changes in bad debt reserves was approved.

It is approved to write off the accrued inventory depreciation reserves of raw materials, semi-finished products and finished products in an amount of RMB 31.88 million; and accrue inventory depreciation reserves of raw materials, semi-finished products and finished products in an amount of RMB 53.372 million.

It is approved to accrue the bad debt reserves of accounts receivable in an amount of RMB 3.06 million.

- II. The change of accounting policy was approved.

- III. The Company's unaudited interim financial report, and full text and summary of interim report for 2018 were approved.

IV. The Company's interim profit distribution plan for 2018 was approved.

According to the Company Law and the Articles of Association, the Company intends to withdraw 10% of the statutory surplus reserve, i.e., RMB 348,856,984, according to the Accounting Standards for Business Enterprises. The Company intends to distribute RMB 0.05 per share (including tax) as interim cash dividends for 2018 according to the total share capital of 7,700,681,186 shares, so that the total amount of dividends is expected to be RMB 385,034,059 (including tax). The undistributed profit will be carried forward to the subsequent period. The capital reserve will not be transferred to share capital in the interim term.

V. Authorization to the chairman of the Company to increase the capital of the wholly-owned subsidiary MG-VALDUNES S.A.S within the amount of €70 million by stages was approved.

The above fourth resolution needs to be submitted to the Company's shareholders meeting for consideration.

The voting results on the above resolutions were all as follows: 7 voted in favour, 0 voted against and 0 abstained from voting.

**Maanshan Iron & Steel Company Limited**

*Board of Directors*

29 August 2018

Maanshan City, Anhui Province, the PRC

*As at the date of this announcement, the directors of the Company include:*

*Executive Directors: Ding Yi, Qian Haifan, Zhang Wenyang*

*Non-executive Directors: Ren Tianbao*

*Independent Non-executive Directors: Zhang Chunxia, Zhu Shaofang, Wang Xianzhu*