



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: 323)

PRICE SENSITIVE INFORMATION
OVERSEAS REGULATORY ANNOUNCEMENT
ANNOUNCEMENT ON THE 2007 EXERCISE RESULTS OF
MAGANG CWB1 WARRANTS

The Company and members of the board of directors (the “Board of Directors”) warrant the truthfulness, accuracy and completeness of the announcement, and jointly accept the responsibility for any false representations or misleading statements contained in, or material omissions from, this announcement.

This announcement is made pursuant to Rules 13.09(1) and (2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Maanshan Iron & Steel Company Limited (“Magang Company” or the “Company”) published the “Special Indicative Announcement on the 2007 Exercise of 馬鋼 CWB1 Warrants (“Magang CWB1 Warrants”) of Maanshan Iron & Steel Company Limited” in Shanghai Securities News on 25 October 2007 and published the “First Indicative Announcement on the 2007 Exercise of Magang CWB1 Warrants of Maanshan Iron & Steel Company Limited” in Shanghai Securities News on 6 November 2007. In addition, continuous information reminders were made from 7 November 2007 to 14 November 2007. From 15 November 2007 to 28 November 2007, the 2007 exercise of Magang CWB1 Warrants took place and this was the first exercise of Magang CWB1 Warrants. The second exercise period of Magang CWB1 Warrants will be 17 November 2008 to 28 November 2008.

Magang CWB1 Warrants will resume trading on 29 November 2007.

Details of the 2007 exercise results of Magang CWB1 Warrants and the resulting share movements resulting from the exercise are hereby announced as follows:

1. REASON(S) FOR THE SHARE MOVEMENTS

Magang Company issued RMB5,500 million of bonds with warrants (the “Bonds with Warrants”, each unit bearing a nominal value of RMB100 and each board lot comprises 10

units) at the Shanghai Stock Exchange on 13 November 2006. Holders of the Bonds with Warrants were distributed with 230 warrants for each board lot of Bonds with Warrants of Magang Company. Such warrants, totalling 1,265 million units, were listed and traded on the Shanghai Stock Exchange under the abbreviation of “Magang CWB1” (trading code: 580010).

From 15 November 2007 to 28 November 2007, the first exercise of Magang CWB1 Warrants took place. As at 28 November 2007, a total of 303,251,716 Magang CWB1 Warrants were successfully exercised, resulting in movements in the Company’s shares.

2. DETAILS OF THE SHARE MOVEMENTS

Details of the movements in the Company’s shares upon completion of the 2007 exercise of Magang CWB1 Warrants are as follows:

	Prior to the current movements		Current movements	After the current movements	
	Quantity (shares)	Percentage (%)		Quantity (shares)	Percentage (%)
I. Shares subject to selling restrictions					
1. State-owned shares	3,830,560,000	59.34		3,830,560,000	56.68
2. State-owned legal person shares	—	—		—	—
3. Other domestic shares					
Including:					
Shares owned by domestic legal persons	—	—		—	—
Shares owned by domestic natural persons	—	—		—	—
4. Foreign-owned shares					
Including:					
Shares owned by foreign legal persons	—	—		—	—
Shares owned by foreign natural persons	—	—		—	—
II. Shares not subject to selling restrictions					
1. RMB-denominated ordinary shares	891,810,000	13.81	+303,251,716	1,195,061,716	17.68
2. Domestic listed foreign shares	—	—		—	—
3. Foreign listed foreign shares	1,732,930,000	26.85		1,732,930,000	25.64
4. Others	—	—		—	—
Total number of shares	6,455,300,000	100.00		6,758,551,716	100.00

3. DETAILS OF SHARE TRANSFERS PURSUANT TO THE SHARE MOVEMENTS

Upon the 2007 exercise of Magang CWB1 Warrants, all additional shares of the holders have been registered with China Securities Depository & Clearing Corp. Ltd. Shanghai Branch.

Board of Directors
Maanshan Iron & Steel Company Limited

28 November 2007

Maanshan City, Anhui Province, the PRC

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

Gu Jianguo, Gu Zhanggen, Zhu Changqiu, Zhao Jianming, Su Jiengang, Gao Haijian, Wong Chun Wa, Su Yong*, Hui Leung Wah*, Han Yi**

* *Independent Non-executive Directors*