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)

THE VALUATION IMPROVEMENT PLAN AND THE ACTION PLAN FOR IMPROVING QUALITY AND EFFICIENCY AND INCREASING RETURNS FOR 2026

On 30 March 2026, the board of directors (the "**Board**") of Chongqing Iron & Steel Company Limited (the "**Company**") convened the 24th meeting of the 10th session of the Board, during which the Valuation Improvement Plan and the Action Plan for Improving Quality and Efficiency and Increasing Returns for 2026 was considered and approved. The proposal does not need to be submitted to the general meeting for consideration.

1. BACKGROUND OF FORMULATING THE VALUATION IMPROVEMENT PLAN AND THE ACTION PLAN FOR IMPROVING QUALITY AND EFFICIENCY AND INCREASING RETURNS

Pursuant to the "Guidelines for the Supervision of Listed Companies No. 10 – Market Value Management" issued by the China Securities Regulatory Commission (CSRC), the Company, being a long-term below-net-asset-value company, is required to formulate a valuation improvement plan. Meanwhile, in order to thoroughly implement the Initiative on Conducting the 'Improving Quality and Efficiency and Increasing Returns' Special Action of Companies Listed on the Shanghai Stock Exchange (《關於開展滬市公司「提質增效重回報」專項行動的倡議》) of the Shanghai Stock Exchange, to effectively enhance the investment value and the ability to return to shareholders of the Company, and to promote the market value of the Company to reasonably reflect its intrinsic quality, the Company has formulated the Valuation Improvement Plan and the Action Plan for Improving Quality and Efficiency and Increasing Returns for 2026 (the "**Valuation Improvement Plan and Action Plan**") based on its actual circumstances.

2. CIRCUMSTANCES TRIGGERING THE VALUATION IMPROVEMENT PLAN

The Valuation Improvement Plan and Action Plan is formulated based on the Company's actual circumstances. It features diversified and practical measures for improvement, while strengthening the oversight and implementation of relevant measures so as to ensure the effective execution of the Valuation Improvement Plan and Action Plan, thereby enhancing the investment value of the Company.

According to the "Guidelines for the Supervision of Listed Companies No. 10 – Market Value Management" of the CSRC, a listed company whose A shares have a closing price on each trading day for 12 consecutive months lower than its audited net asset value per share attributable to holders of ordinary shares of the company for the most recent fiscal year shall formulate a valuation improvement plan for the listed company, which shall be reviewed by the Board and disclosed.

From 1 January 2025 to 31 December 2025, the closing price of the Company's shares on each trading day for 12 consecutive months is lower than the audited net asset value per share attributable to shareholders of the listed company for the most recent fiscal year, i.e., the daily closing prices from 1 January 2025 to 28 March 2025 ranging from RMB1.31 per share to RMB1.44 per share are all lower than the audited net asset value per share of RMB2.23 for the year of 2023, and the daily closing prices from 29 March 2025 to 31 December 2025 ranging from RMB1.20 per share to RMB1.65 per share are all lower than the audited net asset value per share of RMB1.85 for the year of 2024, which falls under the circumstances where a valuation improvement plan should be formulated.

3. KEY WORK MEASURES FOR 2026

In 2026, in order to enhance the investment value of the Company and improve its ability to return to shareholders, the Company will take the following specific measures: (1) focus on value creation, and promote high-quality development of the core business; (2) optimize the capital structure, and make effective use of the market value management tools; (3) strengthen communication with investors to convey the corporate value; (4) improve the quality of information disclosure to enhance the transparency and integrity of the Company; and (5) standardize corporate governance.

4. THE RATIONALITY AND FEASIBILITY OF THE VALUATION IMPROVEMENT PLAN AND ACTION PLAN

The Valuation Improvement Plan and Action Plan is based on improving the quality of the Company, and is formulated based on factors such as the Company's development strategy, annual work plan, current operating conditions, financial status and relevant regulatory policies. It focuses on long-term value creation and safeguarding the interests of investors. It features diversified and practical measures for improvement, while strengthening the oversight and implementation of relevant measures so as to ensure the effective execution of the Valuation Improvement Plan and Action Plan, thereby enhancing the investment value of the Company.

5. VALUATION ARRANGEMENTS

The Company will assess the implementation effect of the Valuation Improvement Plan and Action Plan in accordance with regulatory requirements. Where improvements are required after assessment, they shall be disclosed after consideration by the Board.

6. RISK DISCLAIMER

1. The Valuation Improvement Plan and Action Plan does not represent the Company's commitment to any indicators or matters such as performance, stock price and major events. The Company's performance and secondary market performance are affected by various factors such as the macro situation, industry policies and market conditions, and there is uncertainty regarding the achievement of related targets.

2. The relevant measures in the Valuation Improvement Plan and Action Plan are formulated based on the Company's current operating conditions, financial conditions, market environment, regulatory policies and other conditions, as well as reasonable expectations for future related conditions. In the event that the plan no longer retains a basis for implementation in the future due to changes in relevant factors, the Company shall amend or terminate the plan based on the actual situation. Investors are advised to invest rationally and be aware of investment risks.

By order of the Board
Chongqing Iron & Steel Company Limited
Kuang Yunlong
Secretary to the Board

Chongqing, the PRC, 30 March 2026

As at the date of this announcement, the Directors of the Company are: Mr. Wang Huxiang (Executive Director), Mr. Kuang Yunlong (Executive Director), Mr. Chen Yingming (Executive Director), Mr. Song De An (Non-executive Director), Mr. Lin Changchun (Non-executive Director), Mr. Zhou Ping (Non-executive Director), Mr. Sheng Xuejun (Independent Non-executive Director), Ms. Tang Ping (Independent Non-executive Director) and Mr. Guo Jiebin (Independent Non-executive Director).