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)

ANNOUNCEMENT ON THE PROGRESS OF THE CONNECTED TRANSACTION ENTERING INTO THE CAPITAL INJECTION AGREEMENT

Reference is made to the announcement of Chongqing Iron & Steel Company Limited (the "**Company**") dated 27 May 2026 in relation to the Capital Injection (the "**Announcement**"). Unless otherwise specified, the capitalised terms used herein shall have the same meanings as those defined in the Announcement.

The Board is pleased to announce that on 31 July 2026, all parties completed the execution of the Capital Injection Agreement. The principal terms of the Capital Injection Agreement and the details of the Capital Injection are set out in the Announcement.

Pursuant to the Announcement, the transaction price for the Capital Injection shall be determined based on the appraised value of net assets of Baowu Water and Baowu Environment as at the valuation benchmark date, as filed with the state-owned assets authorities. According to the final valuation results as filed with the competent authority, the appraised value of the entire shareholders' equity of Baowu Environment and Baowu Water as at the valuation benchmark date amounted to RMB7,455 million (representing an appreciation rate of 50.94%) and RMB3,612 million (representing an appreciation rate of 5.93%), respectively, which were adjusted from RMB7,467 million (representing an appreciation rate of 51.18%) and RMB3,618 million (representing an appreciation rate of 6.10%) respectively, as disclosed in the Announcement. The value of the equity interests in Baowu Water to be contributed by the Company in the Capital Injection was adjusted from RMB58.0834 million to RMB57.9726 million. The value of the equity interests in Baowu Water to be contributed by the other Contributing Parties in the Capital Injection was also adjusted accordingly. Upon completion of the Capital Injection, the amount of contribution and shareholding percentages of all Contributing Parties in Baowu Environment will remain unchanged.

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

Chongqing, the PRC, 31 July 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. Lin Changchun (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).