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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)

FIRST QUARTERLY REPORT OF 2023

IMPORTANT NOTICE

The board of directors, the supervisory committee and the directors, supervisors and senior management of Chongqing Iron & Steel Company Limited (the “**Company**”) warrant the truthfulness, accuracy and completeness of the contents in the quarterly report, confirm that there are no false representations or misleading statements contained in or material omissions from this report, and jointly and severally accept legal responsibility.

The legal representative, the chief accountant and the head of the accounting department (accounting officer) of the Company warrant the truthfulness, accuracy and completeness of the financial information contained in the quarterly report.

Whether the first quarterly financial statements have been audited

Yes

No

I. MAJOR FINANCIAL DATA

(I) Key accounting figures and financial indicators

Item			<i>Unit: RMB</i>
		For the Reporting Period	Increase/ decrease over the corresponding period last year (%)
Revenue from operations		10,470,409,086.22	20.07
Net profit attributable to the shareholders of the Company		-105,451,906.05	-123.80
Net profit attributable to shareholders of the Company after non-recurring items		-113,661,336.96	-124.86
Net cash flow from operating activities		-1,027,469,422.83	-468.91
Basic earnings per share (<i>RMB per share</i>)		-0.01	-120.00
Diluted earnings per share (<i>RMB per share</i>)		-0.01	-120.00
Weighted average return on net assets (%)		-0.50	Decreased by 2.46 percentage points
	As at the end of the Reporting Period	As at the end of the previous year	Changes from the end of the previous year (%)
Total assets	38,940,427,129.72	39,364,800,403.02	-1.08
Owners' equity attributable to shareholders of the Company	21,239,008,923.84	21,341,917,700.36	-0.48

(II) Non-recurring items and amounts

Unit: RMB

Item	Amount for the Reporting Period	Explanations
Gains or losses on disposal of non-current Assets	6,380,758.48	
Tax return, reduction or exemption arising from ultra vires approval, without official approval document, or on an occasional basis		
Government grants included in profit or loss of the period other than those closely related with the normal operation of the Company and in compliance with national policies and regulations and conferred on the standard quota or quantity basis	1,301,450.19	
Capital occupancy fee from non-financial enterprises recognized through profit or loss	293,276.57	
Gain arising from the acquisition of interests in a subsidiary, associate or joint venture at an investment cost below the share in the fair value of net identifiable assets of the investee at the time of acquisition		
Gain or loss on non-monetary asset exchange		
Gain or loss on assets under discretionary investment or management		
Asset impairment provisions arising from force majeure factors such as natural disasters		
Gains or losses on debt restructuring		
Restructuring costs, such as employee settlement cost and integration cost		
Gain or loss in excess of fair value arising from transactions at obviously unfair prices		
Net profit or loss of a subsidiary arising from business combination under common control for the period from the beginning of the reporting period to the combination date		

Item	Amount for the Reporting Period	Explanations
Gains or losses on contingencies not related to normal operations of the Company		
Gains on investment in the fair value of the held for – trading financial assets, derivative financial assets, held-for-trading financial liabilities and derivative financial liabilities held by the Company and investment income from disposal of held for– trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investments other than the valid hedging services related to the normal operating activities of the Company		
Reversal of impairment provisions on receivables and contract assets tested for impairment individually		
Gain or loss on entrusted loans		
Gain or loss on changes in the fair value of investment property subsequently measured at fair value		
Impact of non-off adjustments to current P&L as required by taxation and accounting laws and regulations		
Trustee fee income from entrusted operations		
Other non-operating revenue and expenses other than above items	1,682,668.77	
Other items falling within the definition of non-recurring gain or loss		
Less: Impact of income tax	1,448,723.10	
Impact of minority interests (after tax)		
Total	8,209,430.90	

Explanation on defining any non-recurring items listed under the Explanatory Announcement No. 1 on Information Disclosure by Companies Offering Securities to the Public – Non-recurring Gains/Losses as recurring items.

Applicable Not applicable

(III) Changes in key accounting figures and financial indicators and the reasons thereof

Applicable Not applicable

Item	Change (%)	Reasons
Net profit attributable to shareholders of the Company – the end of the Reporting Period	-123.80	Mainly due to the decrease in sales price of commodity billet, and the price difference between purchase and sale has narrowed
Net profit attributable to shareholders of the Company after non-recurring items – the end of the Reporting Period	-124.86	
Net cash flows from operating activities – the end of the Reporting Period	-468.91	Mainly due to the decrease in net profit
Basic earnings per share (<i>RMB per share</i>) – the end of the Reporting Period	-120.00	
Diluted earnings per share (<i>RMB per share</i>) – the end of the Reporting Period	-120.00	

II. INFORMATION ON SHAREHOLDERS

(I) Total number of ordinary shareholders, total number of preferred shareholders with restored voting rights and shareholdings of the top ten shareholders

Unit: shares

Total number of ordinary shareholders as at the end of the Reporting Period	168,546	Total number of preferred shareholders with restored voting rights (if any) as at the end of the Reporting Period	0
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Shareholdings of top 10 shareholders

Name of shareholder	Type of shareholder	Number of shares held	Shareholding percentage (%)	Number of shares held with trading restrictions	Pledged, tagged or frozen Share Status	Number
Chongqing Changshou Iron & Steel Company Limited	Domestic non-state-owned legal person	2,096,981,600	23.51	0	Nil	0
HKSCC NOMINEES LIMITED	Foreign legal person	532,859,221	5.97	0	Unknown	0
Chongqing Qianxin Group Co., Ltd.	State-owned legal person	427,195,760	4.79	0	Pledged	427,190,070
Chongqing Rural Commercial Bank Co., Ltd.	State-owned legal person	289,268,939	3.24	0	Nil	0
Chongqing Guochuang Investment and Management Co., Ltd.	State-owned legal person	278,288,059	3.12	0	Nil	0
Bank of Chongqing Co., Ltd.	State-owned legal person	226,042,920	2.53	0	Nil	0
Baowu Group Zhongnan Steel Co., Ltd.	State-owned legal person	224,831,743	2.52	0	Nil	0
Industrial Bank Co., Ltd. Chongqing Branch	Unknown	219,633,096	2.46	0	Nil	0
Agricultural Bank of China Limited Chongqing Branch	State-owned legal person	216,403,628	2.43	0	Nil	0
China Shipbuilding Industry Complete Logistics Co., Ltd. (中船工業成套物流有限公司)	State-owned legal person	211,461,370	2.37	0	Nil	0

Shareholdings of the top 10 holders of shares not subject to trading moratorium

Name of shareholder	Number of shares held not subject to trading moratorium	Class and number of shares	
		Class	Number
Chongqing Changshou Iron & Steel Company Limited	2,096,981,600	RMB-denominated ordinary shares	2,096,981,600
HKSCC NOMINEES LIMITED	532,859,221	Overseas listed foreign shares	532,859,221
Chongqing Qianxin Group Co., Ltd.	427,195,760	RMB-denominated ordinary shares	427,195,760
Chongqing Rural Commercial Bank Co., Ltd.	289,268,939	RMB-denominated ordinary shares	289,268,939
Chongqing Guochuang Investment and Management Co., Ltd.	278,288,059	RMB-denominated ordinary shares	278,288,059
Bank of Chongqing Co., Ltd.	226,042,920	RMB-denominated ordinary shares	226,042,920
Baowu Group Zhongnan Steel Co., Ltd.	224,831,743	RMB-denominated ordinary shares	224,831,743
Industrial Bank Co., Ltd. Chongqing Branch	219,633,096	RMB-denominated ordinary shares	219,633,096
Agricultural Bank of China Limited Chongqing Branch	216,403,628	RMB-denominated ordinary shares	216,403,628
China Shipbuilding Industry Complete Logistics Co., Ltd. (中船工業成套物流有限公司)	211,461,370	RMB-denominated ordinary shares	211,461,370

Name of shareholder	Number of shares held not subject to trading moratorium	Class	Class and number of shares Number
Description of connected relationship and acting in concert among the above shareholders	Chongqing Changshou Iron & Steel Company Limited is the controlling shareholder of the Company, Chongqing Changshou Iron & Steel Company Limited and Baowu Group Zhongnan Steel Co., Ltd. are under common control by China Baowu Steel Group Corporation Limited, a de facto controller of the Company, thus the two are related parties, and has no connected relationship with the other 8 shareholders and they are not parties acting in concert as defined under the Administrative Measures for Management of Information Disclosure of Changes in Shareholdings of Shareholders of Listed Companies. The Company is also not aware of whether there is any connected relationship among the other 8 shareholders or whether they are parties acting in concert		

Description of involvement in securities margin financing, short selling and refinancing (if any) by top 10 shareholders and top 10 holders of shares not subject to trading moratorium N/A

III. OTHER REMINDERS

Other important information about the Company's operations during the Reporting Period that should be brought to the attention of investors

Applicable Not applicable

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Type of audit opinion

Applicable Not applicable

(II) Financial statements

Consolidated Balance Sheet

31 March 2023

Prepared by: Chongqing Iron & Steel Company Limited

Unit: RMB Audit type: unaudited

Item	31 March 2023	31 December 2022
Current assets:		
Cash and bank balance	1,995,439,218.92	3,995,675,679.90
Balances with clearing companies		
Placements with banks and other financial institutions		
Held-for-trading financial assets		
Derivative financial assets		
Bills receivable		
Accounts receivable	70,253,456.00	38,789,243.44
Receivables financing	1,582,197,998.63	799,686,555.46
Prepayments	874,677,177.51	845,432,996.80
Premiums receivable		
Accounts receivable from reinsurers		
Deposits receivable from reinsurers		
Other receivables	37,060,388.85	34,846,186.58
Including: Interests receivable		
Dividends receivable		
Proceeds from financial assets purchased under agreements to resell		
Inventories	3,483,526,369.09	2,592,756,838.00
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	168,677,585.81	207,034,907.16
Total current assets	<u>8,211,832,194.81</u>	<u>8,514,222,407.34</u>

Item	31 March 2023	31 December 2022
Non-current assets:		
Loans and advances granted		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	175,486,412.33	111,123,058.00
Other equity instruments investments		
Other non-current financial assets		
Investment properties		
Fixed assets	25,878,749,946.88	26,281,780,445.68
Construction in progress	1,142,602,847.74	894,154,698.17
Biological assets for production		
Fuel assets		
Right-of-use assets	356,343,831.88	388,738,725.76
Intangible assets	2,495,817,778.53	2,514,367,788.86
Development expenses		
Goodwill	328,054,770.34	328,054,770.34
Long-term deferred expenditures	228,994.73	237,486.45
Deferred income tax assets	350,574,758.11	327,989,203.45
Other non-current assets	735,594.37	4,131,818.97
	<hr/>	<hr/>
Total non-current assets	30,728,594,934.91	30,850,577,995.68
	<hr/> <hr/>	<hr/> <hr/>
Total assets	38,940,427,129.72	39,364,800,403.02
	<hr/> <hr/>	<hr/> <hr/>

Item	31 March 2023	31 December 2022
Current liabilities:		
Short-term borrowing	1,106,441,170.85	1,106,441,170.84
Borrowings from central bank		
Placements from banks and other financial institutions		
Held-for-trading financial liabilities		
Derivative financial liabilities		
Bills payable	337,233,935.92	609,367,940.00
Accounts payable	4,121,688,441.83	3,115,966,628.22
Advances from customers		
Contract liabilities	2,400,765,538.73	2,645,569,472.47
Disposal of repurchased financial assets		
Deposit taking and deposit in interbank market		
Customer deposits for trading in securities		
Customer deposits for underwriting		
Employee remuneration payable	131,257,560.55	144,905,310.06
Taxes payable	41,927,774.01	22,974,352.75
Other payables	2,877,278,636.69	2,720,896,934.96
Including: Interests payable		
Dividends payable		
Handling charges and commissions payable		
Payable to reinsurers		
Held-for-sale liabilities		
Non-current liabilities due within one year	1,357,516,048.52	2,352,484,115.99
Other current liabilities	312,094,348.24	343,924,031.42
Total current liabilities	<u>12,686,203,455.34</u>	<u>13,062,529,956.71</u>

Item	31 March 2023	31 December 2022
Non-current liabilities:		
Deposits for insurance contracts		
Long-term borrowings	3,241,745,100.00	2,751,945,100.00
Debentures payable		
Including: Preferential shares		
Perpetual bonds		
Lease liabilities	244,955,169.69	278,352,825.03
Long-term payables	1,355,466,022.15	1,730,677,459.72
Long-term employee remuneration payable	87,726,540.57	107,663,455.08
Accrued liabilities	–	5,540,444.09
Deferred income	79,150,665.76	79,742,929.39
Deferred income tax liabilities	6,171,252.37	6,430,532.64
Other non-current liabilities		
Total non-current liabilities	<u>5,015,214,750.54</u>	<u>4,960,352,745.95</u>
Total liabilities	<u>17,701,418,205.88</u>	<u>18,022,882,702.66</u>
Owners' equity (or Shareholders' equity):		
Paid-in capital (or share capital)	8,918,602,267.00	8,918,602,267.00
Other equity instruments		
Including: Preferential shares		
Perpetual bonds		
Capital reserve	19,282,146,606.55	19,282,146,606.55
Less: Treasury stock		
Other comprehensive income	-2,664,805.29	-2,664,805.29
Special reserve	9,917,695.86	7,374,566.33
Surplus reserve	606,990,553.42	606,990,553.42
General risk provision		
Undistributed profit	-7,575,983,393.70	-7,470,531,487.65
Total equity attributable to owners of the parent company (or shareholders' equity)	21,239,008,923.84	21,341,917,700.36
Minority interests		
Total owners' equity (or shareholders' equity)	<u>21,239,008,923.84</u>	<u>21,341,917,700.36</u>
Total liabilities and owners' equity (or shareholders' equity)	<u>38,940,427,129.72</u>	<u>39,364,800,403.02</u>

Legal representative:
Xie Zhixiong

Chief accountant:
Zou An

Head of the accounting department:
Lei Xiaodan

Consolidated Income Statement

January to March 2023

Prepared by: Chongqing Iron & Steel Company Limited

Unit: RMB Audit type: unaudited

Item	First quarter of 2023	First quarter of 2022
I. Total revenue from operation	10,470,409,086.22	8,720,405,782.79
Including: Revenue from operations	10,470,409,086.22	8,720,405,782.79
Interest income		
Premiums earned		
Income from fee and commission		
II. Total operating costs	10,607,423,444.43	8,195,033,135.10
Including: Operating costs	10,418,973,751.58	7,969,041,701.13
Interest expenses		
Fee and commission expenses		
Surrender value		
Net expenditure for compensation payments		
Net drawing on deposits for insurance contracts		
Expenditures for insurance policy dividend		
Reinsurance costs		
Taxes and surcharges	33,637,814.07	35,826,337.06
Selling expenses	22,064,523.52	17,631,140.64
Administrative expenses	71,594,388.84	95,458,019.25
R&D expenses	7,405,741.15	
Finance cost	53,747,225.27	77,075,937.02
Including: Interest expenses	71,900,486.30	83,217,052.33
Interest income	13,138,855.54	28,462,381.14

Item	First quarter of 2023	First quarter of 2022
Add: Other income	12,588,927.54	10,397,101.18
Gains from investment (loss is represented by “-”)	3,998,854.63	
Including: Gains from investment in associates and joint ventures	3,998,854.63	
Gains from derecognition of financial assets measured at amortized cost		
Exchange gain (loss is represented by “-”)		
Income on hedging the net exposure (loss is represented by “-”)		
Gain from change in fair value (loss is represented by “-”)		
Credit impairment loss (loss is represented by “-”)		
Asset impairment loss (loss is represented by “-”)		55,479,035.03
Gain on disposal of assets (loss is represented by “-”)	6,380,758.48	
III. Profit from operations (loss is represented by “-”)	-114,045,817.56	591,248,783.90
Add: Non-operating income	2,449,912.46	439,177.00
Less: Non-operating expenses	15,009,497.06	18,101,943.60
IV. Total profit (total loss is represented by “-”)	-126,605,402.16	573,586,017.30
Less: Income tax expense	-21,153,496.11	130,586,949.98
V. Net profit (net loss is represented by “-”)	-105,451,906.05	442,999,067.32
(I) Classified on a going concern basis		
1. Net profit from continuing operations (net loss is represented by “-”)	-105,451,906.05	442,999,067.32
2. Net profit from discontinued operations (net loss is represented by “-”)		

Item	First quarter of 2023	First quarter of 2022
(II) Classified according to the ownership		
1. Net profit attributable to shareholders of the parent company (net loss is represented by “-”)	-105,451,906.05	442,999,067.32
2. Profit or loss attributable to minority shareholders (net loss is represented by “-”)		
VI. Other comprehensive income (net of tax)		
(I) Other comprehensive income (net of tax) attributable to owners of the parent company		
1. Other comprehensive income that will not be reclassified to profit or loss		
(1) Changes in re-measurement of defined benefit plan		
(2) Other comprehensive income accounted for using equity method that will not be reclassified to profit or loss		
(3) Changes in fair value of other equity instruments investment		
(4) Changes in fair value of the enterprise’s own credit risk		
2. Other comprehensive income that will be reclassified to profit or loss		
(1) Other comprehensive income accounted for using equity method that will be reclassified to profit and loss		
(2) Changes in fair value of other debt investments		

Item	First quarter of 2023	First quarter of 2022
(3) Amount of financial assets reclassified to other comprehensive income		
(4) Provision for credit impairment of other debt investments		
(5) Hedging reserve for cash flows		
(6) Exchange difference on translation of foreign currency financial statements		
(7) Others		
(II) Other comprehensive income (net of tax) attributable to minority shareholders		
VII. Total comprehensive income	-105,451,906.05	442,999,067.32
(I) Total comprehensive income attributable to owners of the parent company	-105,451,906.05	442,999,067.32
(II) Total comprehensive income attributable to minority shareholders		
VIII. Earnings per share:		
(I) Basic earnings per share (<i>RMB per share</i>)	-0.01	0.05
(II) Diluted earnings per share (<i>RMB per share</i>)	-0.01	0.05

For the business combination under common control occurred during the current period, net profit of the acquiree realised before business combination was RMB/. Net profit of the acquiree realised during the last period was RMB/.

<i>Legal representative:</i> Xie Zhixiong	<i>Chief accountant:</i> Zou An	<i>Head of the accounting department:</i> Lei Xiaodan
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Consolidated Statement of Cash Flows
January-March 2023

Prepared by: Chongqing Iron & Steel Company Limited

Unit: RMB Audit type: unaudited

Item	First quarter of 2023	First quarter of 2022
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	9,551,640,049.33	7,406,666,011.62
Net increase in customer and interbank deposits		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums under original insurance contract		
Net cash received from reinsurance business		
Net increase in deposits of policy holders and investment		
Cash received from interest, fees and commissions		
Net increase in placements from banks and other financial institutions		
Net increase in capital from repurchase business		
Net cash received from trading in securities		
Refunds of taxes	13,278,878.55	2,542,939.72
Other cash received relating to operating activities	27,859,541.09	34,407,583.46
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Sub-total of cash inflows from operating activities	<u>9,592,778,468.97</u>	<u>7,443,616,534.80</u>

Item	First quarter of 2023	First quarter of 2022
Cash paid for goods purchased and service received	10,222,344,728.20	6,697,172,639.86
Net increase in customer loans and advances		
Net increase in deposit in central bank and interbank deposit		
Cash paid for compensation payments under original insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash paid for interest, fee and commission		
Cash paid for insurance policy dividend		
Cash paid to and on behalf of employees	347,022,078.50	355,673,128.46
Cash paid for all types of taxes	40,795,687.10	67,282,642.00
Other cash paid relating to operating activities	10,085,398.00	44,976,121.02
Sub-total of cash outflows from operating activities	10,620,247,891.80	7,165,104,531.34
Net cash flows from operating activities	-1,027,469,422.83	278,512,003.46
II. Cash flows from investing activities:		
Cash received from disposal of investments		
Cash received from return on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other operating entities		
Other cash received relating to investing activities		
Sub-total of cash inflows from investing activities		

Item	First quarter of 2023	First quarter of 2022
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	109,476,769.10	529,314,742.95
Cash paid for investments		39,100,000.00
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other operating entities		
Other cash paid relating to investing activities		
	-----	-----
Sub-total of cash outflows from investing activities	109,476,769.10	568,414,742.95
	=====	=====
Net cash flows from investing activities	-109,476,769.10	-568,414,742.95
	=====	=====
III. Cash flows from financing activities:		
Cash received from investments		
Including: Proceeds received by subsidiaries from minority shareholders' investment		
Cash received from borrowings	500,000,000.00	195,000,000.00
Other cash received relating to financing activities		
	-----	-----
Sub-total of cash inflows from financing activities	500,000,000.00	195,000,000.00
	=====	=====

Item	First quarter of 2023	First quarter of 2022
Cash repayments of borrowings	1,130,800,000.00	2,164,164,840.43
Cash paid for distribution of dividends or profits, and for interest expenses	91,510,867.09	117,058,547.23
Including: Dividend and profit paid by subsidiaries to minority shareholders		
Other cash paid relating to financing activities	<u>229,166,666.67</u>	<u>332,512,124.4</u>
Sub-total of cash outflows from financing activities	<u>1,451,477,533.76</u>	<u>2,613,735,512.07</u>
Net cash flows from financing activities	<u>-951,477,533.76</u>	<u>-2,418,735,512.07</u>
IV. Effect of fluctuations in exchange rates on cash and cash equivalents	8,155,416.22	2,927,383.71
V. Net increase in cash and cash equivalents	-2,080,268,309.47	-2,705,710,867.85
Add: Cash and cash equivalents at the beginning of the period	3,937,932,833.28	5,832,238,132.54
VI. Balance of cash and cash equivalents at the end of the period	1,857,664,523.81	3,126,527,264.69

Legal representative:
Xie Zhixiong

Chief accountant:
Zou An

Head of the accounting department:
Lei Xiaodan

Balance Sheet of the Parent Company

31 March 2023

Prepared by: Chongqing Iron & Steel Company Limited

Unit: RMB Audit type: unaudited

Item	31 March 2023	31 December 2022
Current assets:		
Cash and bank balance	1,995,099,273.51	3,994,801,171.12
Held-for-trading financial assets		
Derivative financial assets		
Bills receivable		
Accounts receivable	214,975,787.65	181,294,862.78
Receivables financing	1,582,197,998.63	799,686,555.46
Prepayments	852,116,647.13	839,401,303.56
Other receivables	137,947,778.28	133,345,845.02
Including: Interests receivable		
Dividends receivable		
Inventories	3,463,489,519.27	2,574,096,616.38
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	151,284,047.45	189,302,364.07
Total current assets	<u>8,397,111,051.92</u>	<u>8,711,928,718.39</u>

Item	31 March 2023	31 December 2022
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	1,167,774,407.01	1,103,411,052.68
Other equity instruments investments		
Other non-current financial assets		
Investment properties		
Fixed assets	24,872,992,456.90	25,255,209,027.99
Construction in progress	1,142,602,847.74	894,154,698.17
Biological assets for production		
Fuel assets		
Right-of-use assets	356,343,831.88	388,738,725.76
Intangible assets	2,427,055,113.39	2,443,935,942.71
Development expenses		
Goodwill		
Long-term deferred expenditures	228,994.73	237,486.45
Deferred income tax assets	313,570,666.23	292,699,314.69
Other non-current assets	735,594.37	4,131,818.97
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Total non-current assets	30,281,303,912.25	30,382,518,067.42
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Total assets	38,678,414,964.17	39,094,446,785.81
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Item	31 March 2023	31 December 2022
Current liabilities:		
Short-term borrowings	1,106,441,170.85	1,106,441,170.84
Held-for-trading financial liabilities		
Derivative financial liabilities		
Bills payable	337,233,935.92	609,367,940.00
Accounts payable	4,128,398,187.77	3,100,744,371.99
Advances from customers		
Contract liabilities	2,400,760,121.85	2,645,569,472.47
Employee remuneration payable	129,830,080.64	140,976,377.94
Taxes payable	34,713,795.68	16,713,145.35
Other payables	2,830,053,937.73	2,670,230,920.49
Including: Interests payable		
Dividends payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	1,357,516,048.52	2,352,484,115.99
Other current liabilities	312,093,644.05	343,924,031.42
Total current liabilities	12,637,040,923.01	12,986,451,546.49
Non-current liabilities:		
Long-term borrowings	3,241,745,100.00	2,751,945,100.00
Debentures payable		
Including: Preferential shares		
Perpetual bonds		
Lease liabilities	244,955,169.69	278,352,825.03
Long-term payables	1,355,466,022.15	1,730,677,459.72
Long-term employee remuneration payable	86,079,343.21	106,550,937.54
Accrued liabilities	–	5,540,444.09
Deferred income	79,150,665.76	79,742,929.39
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	5,007,396,300.81	4,952,809,695.77
Total liabilities	17,644,437,223.82	17,939,261,242.26

Item	31 March 2023	31 December 2022
Owners' equity (or Shareholders' equity):		
Paid-in capital (or share capital)	8,918,602,267.00	8,918,602,267.00
Other equity instruments		
Including: Preferential shares		
Perpetual bonds		
Capital reserve	19,313,089,864.55	19,313,089,864.55
Less: Treasury stock		
Other comprehensive income	-2,664,805.29	-2,664,805.29
Special reserve	1,062,048.12	-
Surplus reserve	577,012,986.42	577,012,986.42
Undistributed profit	-7,773,124,620.45	-7,650,854,769.13
Total owners' equity (or shareholders' equity)	<u>21,033,977,740.35</u>	<u>21,155,185,543.55</u>
Total liabilities and owners' equity (or shareholders' equity)	<u>38,678,414,964.17</u>	<u>39,094,446,785.81</u>

<i>Legal representative:</i>	<i>Chief accountant:</i>	<i>Head of the accounting department:</i>
Xie Zhixiong	Zou An	Lei Xiaodan

Income Statement of the Parent Company

January to March 2023

Prepared by: Chongqing Iron & Steel Company Limited

Unit: RMB Audit type: unaudited

Item	First quarter of 2023	First quarter of 2022
I. Revenue from operations	10,692,285,511.04	8,737,202,520.39
Less: Operating costs	10,652,107,907.40	8,036,501,504.62
Taxes and surcharges	32,199,133.65	34,002,761.83
Selling expenses	22,064,523.52	17,631,140.64
Administrative expenses	67,264,494.51	92,557,419.15
R&D expenses	7,405,741.15	
Finance cost	53,737,742.04	73,766,123.54
Including: Interest expenses	71,900,486.30	79,835,766.41
Interest income	13,137,541.27	28,379,002.40
Add: Other income	1,297,399.86	1,945,943.38
Gains from investment (loss is represented by “-”)	3,998,854.63	
Including: Gains from investment in associates and joint ventures	3,998,854.63	
Gains from derecognition of financial assets measured at amortized cost		
Income on hedging the net exposure (loss is represented by “-”)		
Gain from change in fair value (loss is represented by “-”)		
Credit impairment loss (loss is represented by “-”)		
Asset impairment loss (loss is represented by “-”)		55,479,035.03
Gain on disposal of assets (loss is represented by “-”)	6,380,758.48	

Item	First quarter of 2023	First quarter of 2022
II. Profit from operations		
(loss is represented by “-”)	-130,817,018.26	540,168,549.02
Add: Non-operating income	2,449,912.46	422,177.00
Less: Non-operating expenses	14,774,097.06	18,107,909.34
III. Total profit (total loss is represented by “-”)		
Less: Income tax expense	-143,141,202.86	522,482,816.68
	-20,871,351.54	130,713,149.07
IV. Net profit (net loss is represented by “-”)	-122,269,851.32	391,769,667.61
(I) Net profit from continuing operations		
(net loss is represented by “-”)	-122,269,851.32	391,769,667.61
(II) Net profit from discontinued		
operations (net loss is represented		
by “-”)		
V. Other comprehensive income (net of tax)		
(I) Other comprehensive income that		
will not be reclassified to profit or		
loss		
1. Changes in re-measurement of		
defined benefit plan		
2. Other comprehensive income		
accounted for using equity		
method that will not be		
reclassified to profit or loss		
3. Changes in fair value of other		
equity instruments investment		
4. Changes in fair value of the		
enterprise’s own credit risk		

Item	First quarter of 2023	First quarter of 2022
(II) Other comprehensive income that will be reclassified to profit or loss		
1. Other comprehensive income accounted for using equity method that will be reclassified to profit and loss		
2. Changes in fair value of other debt investments		
3. Amount of financial assets reclassified to other comprehensive income		
4. Provision for credit impairment of other debt investments		
5. Hedging reserve for cash flows		
6. Exchange difference on translation of foreign currency financial statements		
7. Others		
VI. Total comprehensive income	-122,269,851.32	391,769,667.61
VII. Earnings per share:		
(I) Basic earnings per share <i>(RMB per share)</i>	-0.01	0.04
(II) Diluted earnings per share <i>(RMB per share)</i>	-0.01	0.04
<i>Legal representative:</i> Xie Zhixiong	<i>Chief accountant:</i> Zou An	<i>Head of the accounting department:</i> Lei Xiaodan

Cash Flow Statement of the Parent Company

January to March 2023

Prepared by: Chongqing Iron & Steel Company Limited

Unit: RMB Audit type: unaudited

Item	First quarter of 2023	First quarter of 2022
I. Cash flow from operating activities:		
Cash received from sale of goods and rendering of services	9,551,247,329.06	7,405,550,011.62
Refunds of taxes		
Other cash received relating to operating activities	27,424,674.50	34,293,402.90
Sub-total of cash inflow from operating activities	9,578,672,003.56	7,439,843,414.52
Cash paid for goods purchased and service received	10,231,055,104.93	6,843,455,646.26
Cash paid to and on behalf of employees	337,247,206.97	340,575,131.22
Cash paid for all types of taxes	27,343,727.78	56,894,106.65
Other cash paid relating to operating activities	9,960,823.34	29,282,007.99
Sub-total of cash outflow from operating activities	10,605,606,863.02	7,270,206,892.12
Net cash flow from operating activities	-1,026,934,859.46	169,636,522.40
II. Cash flows from investment activities:		
Cash received from disposal of investments		
Cash received from return on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other operating entities		
Other cash received relating to investing activities		
Sub-total of cash inflow from investing activities		

Item	First quarter of 2023	First quarter of 2022
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	109,476,769.10	529,314,742.95
Cash paid for investments		39,100,000.00
Net cash paid for acquiring subsidiaries and other operating entities		
Other cash paid relating to investing activities		
Sub-total of cash outflow from investing activities	109,476,769.10	568,414,742.95
Net cash flow from investing activities	-109,476,769.10	-568,414,742.95
III. Cash flow from financing activities:		
Cash received from investments		
Cash received from borrowings	500,000,000.00	195,000,000.00
Other cash received relating to financing activities		
Sub-total of cash inflow from financing activities	500,000,000.00	195,000,000.00
Cash paid for repayment of debts	1,130,800,000.00	2,164,164,840.43
Cash paid for distribution of dividends and profits or for interest expenses	91,510,867.09	111,591,419.38
Other cash paid relating to financing activities	229,166,666.67	229,166,666.67
Sub-total of cash outflow from financing activities	1,451,477,533.76	2,504,922,926.48
Net cash flow from financing activities	-951,477,533.76	-2,309,922,926.48

Item	First quarter of 2023	First quarter of 2022
IV. Effect of fluctuation in exchange rates on cash and cash equivalents	8,155,416.22	2,927,383.71
V. Net increase in cash and cash equivalents	-2,079,733,746.10	-2,705,773,763.32
Add: Balance of cash and cash equivalents at the beginning of the period	3,937,058,324.50	5,832,114,415.58
VI. Balance of cash and cash equivalents at the end of the period	1,857,324,578.40	3,126,340,652.26

<i>Legal representative:</i> Xie Zhixiong	<i>Chief accountant:</i> Zou An	<i>Head of the accounting department:</i> Lei Xiaodan
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(III) Adjustments to the opening financial statements upon initial application of the New Accounting Standard or Interpretations of Standard since 2023

Applicable Not applicable

By order of the Board
Chongqing Iron & Steel Company Limited
Zou An
Secretary to the Board

Chongqing, the PRC, 28 April 2023

As at the date of this announcement, the Directors of the Company are: Mr. Xie Zhixiong (Executive Director), Mr. Meng Wenwang (Executive Director), Mr. Zou An (Executive Director), Mr. Song De An (Non-executive Director), Mr. Zhou Ping (Non-executive Director), Mr. Sheng Xuejun (Independent Non-executive Director), Mr. Zhang Jinruo (Independent Non-executive Director) and Mr. Guo Jiebin (Independent Non-executive Director).