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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)

ANNOUNCEMENT ON COMPLETION OF IMPLEMENTATION OF THE REORGANISATION PLAN

This announcement is made by Chongqing Iron & Steel Company Limited (“**Chongqing Iron & Steel**” or the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

References are made to the announcement of the administrator of Chongqing Iron & Steel Company Limited in relation to the court ruling on approval of the reorganisation plan dated 21 November 2017 and the clarification announcement of the administrator of Chongqing Iron & Steel Company Limited on announcement in relation to the court ruling on approval of the reorganisation plan dated 22 November 2017.

On 29 December 2017, Chongqing Iron & Steel received the fourth Civil Ruling Paper ((2017) Yu 01 Po No. 3) from the First Intermediate People’s Court of Chongqing (“**FIPCC**”). It was ruled that the implementation of the Reorganisation Plan of Chongqing Iron & Steel had been completed. Details are set out below:

I. OVERVIEW OF THE REORGANISATION OF CHONGQING IRON & STEEL

On 3 July 2017, the FIPCC issued the Civil Ruling Paper ((2017) Yu 01 Po Shen No. 5) adjudicating that the application of Chongqing Laiquyuan Trading Co., Ltd. for reorganisation of Chongqing Iron & Steel was accepted and the liquidation team of Chongqing Iron & Steel was designated as the administrator.

On 17 November 2017, Chongqing Iron & Steel convened the second creditors’ meeting and capital contributors group meeting, at which the Reorganisation Plan of Chongqing Iron & Steel Company Limited (Draft) (the “**Reorganisation Plan**”) and the Plan on Adjustment of the Rights and Interests of Capital Contributors under the Reorganisation Plan were approved by way of poll.

On 20 November 2017, the FIPCC issued the second Civil Ruling Paper ((2017) Yu 01 Po No. 3), adjudicating the approval of the Reorganisation Plan and termination of the reorganisation procedures of Chongqing Iron & Steel. The reorganisation plan of Chongqing Iron & Steel then entered the stage of implementation.

On 28 December 2017, the Company submitted the Report on Completion of Implementation of the Reorganisation Plan of Chongqing Iron & Steel Company Limited to the administrator. On 28 December 2017, the administrator submitted the Supervision Report on Implementation of the Reorganisation Plan of Chongqing Iron & Steel Company Limited to the FIPCC to report on relevant information in relation to the administrator's supervision over the implementation of the Reorganisation Plan and confirm that the Reorganisation Plan had been completed.

On 29 December 2017, the FIPCC ruled that the implementation of the Reorganisation Plan of Chongqing Iron & Steel was completed.

II. MAIN CONTENTS OF THE CIVIL RULING PAPER

In accordance with Article 4, clause 1 of Article 91 and Article 94 of the Enterprise Bankruptcy Law of the People's Republic of China and paragraph 11 under clause 1 of Article 154 in the Civil Procedure Law of the People's Republic of China, the ruling is as follows:

The completion of the implementation of the Reorganisation Plan of Chongqing Iron & Steel Company Limited be confirmed.

III. EFFECTS OF THE ABOVEMENTIONED MATTER ON THE COMPANY

The proceeds from the bankruptcy reorganisation of the Company will be credited to relevant financial statements for 2017. According to preliminary calculation, the net proceeds from the reorganisation are estimated to be approximately RMB2,000 million (one-off proceeds). The abovementioned reorganisation will have positive effects on the turnaround of net profits for and net assets as at the end of 2017 of the Company. The above figure is merely reached through preliminary estimation, and the specific figures affected shall be subject to the audited annual report for 2017 to be officially disclosed by the Company. Shareholders of the Company are advised to beware of investment risks.

IV. RISK ALERT

As the audited net profits of the Company for the two consecutive years of 2015 and 2016 and its audited net assets at the end of 2016 were negative, if the audited net profits of the Company for 2017 or the net assets at the end of 2017 are still negative, the A shares of the Company will still be exposed to the risk of suspension of listing.

The Company would like to remind all the investors that the designated media for information disclosure of the Company include China Securities Journal, Shanghai Securities News, Securities Daily, Securities Times, the website of the Shanghai Stock Exchange (www.sse.com.cn) and The Stock Exchange of Hong Kong Limited (www.hkex.com.hk) and all the information of the Company shall be subject to the information as published on the aforementioned designated media. The Company will, strictly in accordance with the relevant provisions of the Company Law, Securities Law and Stock Listing Rules of the PRC and the Listing Rules, fulfill the obligations of information disclosure. Investors are advised to exercise caution and beware of investment risks.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Chongqing Iron & Steel Company Limited
Yu Hong
Secretary to the Board

Chongqing, the PRC, 3 January 2018

As at the date of this announcement, the directors of the Company are: Mr. Liu Da Wei (non-executive director), Mr. Zhou Hong (non-executive director), Mr. Tu De Ling (executive director), Mr. Li Ren Sheng (executive director), Mr. Zhang Li Quan (executive director), Mr. Yao Xiao Hu (executive director), Mr. Xu Yi Xiang (independent non-executive director), Mr. Xin Qing Quan (independent non-executive director) and Mr. Wong Chun Wa (independent non-executive director).