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Company Profile

The board of Directors (the "Board") of Angang New Steel Company Limited (the "Company") confirms that there are no false representations or misleading statements contained in or material omissions from this annual report. The Directors severally and jointly accept responsibility for the truthfulness, accuracy and completeness of the contents of this annual report.

The Company's Chairman Mr. Liu Jie, the Chief Accountant Mr. Ma Lianyong and the Head of the Accounting Department Mr. Zhang Wanbin confirm that the financial statements in this annual report are true and complete.

The Board of the Company is pleased to announce the annual results of the Company and its jointly controlled entities (collectively referred to as the "Group") for the year ended 31 December 2004.

COMPANY PROFILE

The Company is a joint stock limited company incorporated on 8 May 1997 with Anshan Iron and Steel Group Complex ("Angang Holding") as its sole promoter. Pursuant to the reorganisation of Angang Holding and the Company, the Cold Rolling Plant, Wire Rod Plant and Thick Plate Plant were transferred to the Company by Angang Holding. The three plants represented a net asset value of Rmb2,028,817,600 as determined by the State-owned Assets Administration Bureau and 1,319,000,000 domestic State-owned legal person shares with a nominal value of Rmb1 each were issued to Angang Holding as consideration for these plants.

On 22 July 1997, the Company issued 890,000,000 H Shares at HK\$1.63 per share which were listed on The Stock Exchange of Hong Kong Limited on 24 July 1997. The Company subsequently issued 300,000,000 A Shares at Rmb3.90 per share on 16 November 1997, of which 285,505,400 shares were offered to the public and 14,494,600 shares were allotted to the employees of the Company. Trading of the 285,505,400 shares offered domestically, and the 14,494,600 employees' shares allotted to the employees of the Company commenced on the Shenzhen Stock Exchange on 25 December 1997 and 26 June 1998, respectively.

During the period from 15 March 2000 to 17 March 2000, the Company issued A Shares convertible debentures amounting to Rmb1.5 billion in the PRC. As at 31 December 2004, there were debentures in the amount of Rmb3,553,000 outstanding and the balance was converted into 453,942,246 A Shares. Trading of the A Shares convertible debentures of the Company ended on 27 November 2001.

The Company's principal activities include the production and sale of steel products such as billets, cold rolled sheets, galvanized steel sheets, colour coating plates, wire rods, thick plates, heavy rails, pipe billets and large steel products. These products are widely used in automobile, construction, ship-building, home electrical appliances, railway construction industries and in the manufacture of pipelines. The Company's products are competitive in the domestic market. The Cold Rolling Plant, Wire Rod Plant, Thick Plate Plant, Large Section Plant and Steel Smelting Plant are well equipped and are of an advanced standard in the PRC.

COMPANY PROFILE *(continued)*

1. Legal Name of the Company
 (in Chinese): 鞍鋼新軋鋼股份有限公司
 (in English): ANGANG NEW STEEL COMPANY LIMITED

2. Legal Representative of
 the Company: Liu Jie

3. Company Secretary: Fu Jihui
 Company Address: 396 Nan Zhong Hua Lu,
 Tie Dong District, Anshan City,
 Liaoning Province, the PRC
 Telephone: 0412-6334292
 0412-6334293
 Fax: 0412-6727772

4. Registered Address of
 the Company: 396 Nan Zhong Hua Lu,
 Tie Dong District, Anshan City,
 Liaoning Province, the PRC
 Postal Code: 114003
 E-mail Address: fujihui@ansc.com.cn

5. Company's Annual
 Report available at: Secretarial office of the Board of
 Directors of the Company
 Stock Exchange Listings: A Shares: Shenzhen Stock Exchange
 H Shares: The Stock Exchange of
 Hong Kong Limited
 Abbreviation of:
 the Company shares: A Shares: Angang New Steel
 H Shares: Angang New Steel
 Stock Code: A Shares: 000898
 H Shares: 0347