

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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 OF THE ADMINISTRATOR OF CHONGQING IRON & STEEL COMPANY LIMITED IN RELATION TO THE PROGRESS OF THE ACCUMULATED LITIGATIONS OR ARBITRATIONS INVOLVED

This announcement is made by Chongqing Iron & Steel Company Limited (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).

In accordance with relevant provisions under the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange, the Company summarised the accumulated litigations or arbitrations which have not been disclosed recently:

- I. There are total 6 litigation cases, of which 2 cases have been withdrawn by the plaintiffs; 3 cases have been given the first instance judgments; and 1 case has not been in trial yet.
- II. There is 1 arbitration case on labor dispute and all arbitration requests of the applicant have been rejected by the Arbitration Commission.

The basic information on the cases is hereby announced as follows:

Plaintiff (applicant)	Type	Basic information on the litigation (arbitration)	Amount involved in litigation (arbitration) (including corresponding interest and costs of the case)	Progress of the litigation (arbitration)	Results of trial of litigation (arbitration) and effects thereof
Montnets Rongxin Technology Group Co., Ltd. (夢網榮信科技集團股份有限公司)	Litigation	Sales and purchase contract dispute, payment for goods of RMB1,036,495	Payment for goods of RMB1,036,495, interest and costs of the case	Civil ruling	The plaintiff has withdrawn the litigation
		Sales and purchase contract dispute, payment for goods of RMB353,208.3	Payment for goods of RMB353,208.3, interest and costs of the case		
Chongqing Tianweiyusheng Construction (Group) Company Limited (重慶天緯渝盛建設(集團)有限公司) (the first defendant: the Company; the second defendant: Chongqing Kejian Metallurgy Materials Company Limited (重慶科健冶金材料有限公司))	Litigation	The dispute on the right of recourse for bills of RMB430,000	Acceptance bill of RMB430,000 and interest for overdue payment	First instance judgment	The Company shall pay Chongqing Tianweiyusheng Construction (Group) Company Limited (重慶天緯渝盛建設(集團)有限公司) the bills of RMB430,000 and the interest
Chongqing Linda Construction Services Limited (重慶市林達建築勞務有限公司) (the first defendant: Chongqing Qiaorun Construction and Engineering Company Limited (重慶橋潤建築工程有限公司); the second defendant: the Company)	Litigation	Construction engineering contract dispute, defaulted payment of RMB355,138.68	RMB355,138.68	First instance judgment	The Company shall be liable for the payment obligation to Chongqing Linda Construction Services Limited (重慶市林達建築勞務有限公司) (the plaintiff) to the extent of not exceeding RMB355,138.68 due to Chongqing Qiaorun Construction and Engineering Company Limited (重慶橋潤建築工程有限公司) (the defendant) by the Company

Plaintiff (applicant)	Type	Basic information on the litigation (arbitration)	Amount involved in litigation (arbitration) (including corresponding interest and costs of the case)	Progress of the litigation (arbitration)	Results of trial of litigation (arbitration) and effects thereof
Zhao Chun (趙春), Zhao Qinhan (趙沁菡), Zhou Bingyun (周丙雲), Nie Mingqiong (聶明瓊)	Arbitration	Labour dispute, payment of work-related injury insurance of RMB1,390,283.51	RMB1,390,283.51	Arbitration decision	All arbitration requests of the applicant have been rejected
Jiangsu Xinyuan Mechanism Manufacturing Co., Ltd. (江蘇新源機械製造有限公司)	Litigation	Sale and purchase contract dispute, payment for goods of RMB501,959.79	Payment for goods of RMB501,959.79 and interests and costs of the case	Not in trial yet	Effects are uncertain
Guangzhou Wanbao Trading Company (廣州萬寶貿易有限公司) (the first defendant: the Company; the second defendant: Gao Feng (高峰))	Litigation	Sale and purchase contract dispute, payment for goods of RMB6,137,309.2	Payment for goods of RMB6,137,309.2 and interests for overdue payment and costs of the case	First instance judgment	The Company shall pay Guangzhou Wanbao Trading Company (廣州萬寶貿易有限公司) RMB6,137,309.2 for goods purchased and interests for overdue payment as well as costs of the case, and Gaofeng (高峰), the defendant, shall be jointly liable for the payment obligation in respect to the above liabilities of the Company

Note: The Company is the defendant (respondent) in each of the above litigations or arbitration.

As certain cases are under first instance judgment or not in trial yet, the effects on the profits of the Company for the current period or the subsequent periods cannot be assessed at this moment. The administrator will fulfill its obligation of information disclosure in a timely manner depending on the progress of the litigations or arbitration.

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

Administrator of Chongqing Iron & Steel Company Limited

Chongqing, the PRC, 18 October 2017

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).