

24 February 2026

DTT(26)LK00001

The Board of Directors
Chongqing Iron & Steel Company Limited
No. 2 Jiangnan Avenue
Jiangnan Street
Changshou District
Chongqing
The People's Republic of China

Dear Sirs,

Chongqing Iron & Steel Company Limited (the "Company")

Loss Estimate for Year Ended 31 December 2025

We refer to the estimate of the net loss attributable to shareholders of the Company and the net loss excluding non-recurring gains or losses attributable to the shareholders of the Company for the year ended 31 December 2025 (the "Loss Estimate") set forth in the announcement of the Company dated 15 January 2026 in relation to estimated loss in the annual results for the year of 2025 (the "Loss Estimate Announcement"), and the announcement of the Company dated 16 January 2026 in relation to the clarification of the Loss Estimate Announcement, as referred to in the circular dated 24 February 2026 (the "Circular") issued by of the Company in relation to the proposed issuance of A shares of the Company to specific target subscriber under specific mandate and the whitewash waiver.

The Loss Estimate has been prepared by the directors of the Company and constitutes a profit forecast under Rule 10 of the Code on Takeovers and Mergers issued by the Securities and Futures Commission.

Directors' Responsibilities

The Loss Estimate has been prepared by the directors of the Company based on the unaudited consolidated results based on the management accounts of the Company and its subsidiaries (collectively referred to as the "Group") for the year ended 31 December 2025.

The Company's directors are solely responsible for the Loss Estimate.

Our Independence and Quality Management

We have complied with the independence and other ethical requirements of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies International Standard on Quality Management 1 "Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements", which requires the firm to design, implement and operate a system of quality management including policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Reporting Accountants' Responsibilities

Our responsibility is to express an opinion on the accounting policies and calculations of the Loss Estimate based on our procedures.

We conducted our engagement in accordance with Hong Kong Standard on Investment Circular Reporting Engagements 500 "Reporting on Profit Forecasts, Statements of Sufficiency of Working Capital and Statements of Indebtedness" and with reference to Hong Kong Standard on Assurance Engagements 3000 (Revised) "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). Those standards require that we plan and perform our work to obtain reasonable assurance as to whether, so far as the accounting policies and calculations are concerned, the Company's directors have properly compiled the Loss Estimate in accordance with the bases adopted by the directors and as to whether the Loss Estimate is presented on a basis consistent in all material respects with the accounting policies normally adopted by the Group. Our work is substantially less in scope than an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion.

Opinion

In our opinion, so far as the accounting policies and calculations are concerned, the Loss Estimate has been properly compiled in accordance with the bases adopted by the directors and is presented on a basis consistent in all material respects with the accounting policies normally adopted by the Group for the year ended 31 December 2024 and the nine months ended 30 September 2025 as set out in the Circular.

Yours faithfully,

Deloitte Touche Tohmatsu Certified Public Accountants LLP
Shanghai, China

