



# 鞍鋼股份有限公司

## ANGANG STEEL COMPANY LIMITED\*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 347)

### ANNOUNCEMENT

This announcement is made pursuant to the general disclosure obligations under Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The Company has received a notice from Angang Holding that Angang Holding has been granted an approval by SASAC on 25 May 2007 to participate in the proposed Rights Issue and subscribe for the Domestic Rights Shares which it would be entitled under the proposed Rights Issue.

This announcement is made pursuant to the general disclosure obligations under Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Reference is made to the announcement made by Angang Steel Company Limited\* (鞍鋼股份有限公司) (the “**Company**”) on 10 April 2007 (the “**Announcement**”) and the circular delivered by the Company to its shareholders on 13 April 2007 (the “**Circular**”) in relation to, among other things, the proposed Rights Issue which is expected to comprise the issue of both Domestic Rights Shares and H Rights Shares. Terms defined in the Announcement and the Circular shall have the same meanings when used in this announcement unless otherwise specified herein.

The Company has received a notice from its controlling shareholder Anshan Iron & Steel Group Complex\* (鞍山鋼鐵集團公司) (“**Angang Holding**”) that Angang Holding has been granted an approval (Approval No. Guo Zi Chan Quan [2007] 447) by the State-owned Assets Supervision and Administration Commission of the PRC (“**SASAC**”) on 25 May 2007 to participate in the proposed Rights Issue and subscribe for the Domestic Rights Shares which it would be entitled under the proposed Rights Issue on the basis between 2.0 to 3.0 (both inclusive) Domestic Rights Shares for every 10 existing Domestic Shares held by it. Accordingly, upon the completion of the proposed Rights Issue, the total number of the Shares (in the form of the State-owned Shares) held by Angang Holding would be between 4,787,882,292 (on the basis of 2.0 Domestic Rights Shares for every 10 existing Domestic Shares) to 5,186,872,483 (on the basis of 3.0 Domestic Rights Shares for every 10 existing Domestic Shares).

The approval of SASAC as described above is one of the conditions of the proposed Rights Issue. The proposed Rights Issue remains subject to, among other things, the approval by the Shareholders at the EGM, the Domestic Shareholders at the Domestic Shareholders Class Meeting and the H Shareholders at the H Shareholders Class Meeting and the approval of the CSRC.

By Order of the Board

**Fu Jihui**

*Secretary to the Board*

Anshan City  
Liaoning Province, the PRC  
28 May 2007

As at the date of this announcement, the Board comprises the following directors:

*Executive Directors:*

Zhang Xiaogang

Tang Fuping

Yang Hua

Huang Haodong

Wang Chunming

Lin Daqing

Fu Wei

Fu Jihui

*Non-Executive Director:*

Yu Wanyuan

*Independent non-executive directors:*

Wu Xichun

Wang Linsen

Liu Yongze

Francis Li Chak Yan

Wang Xiaobin

\* For identification purposes only