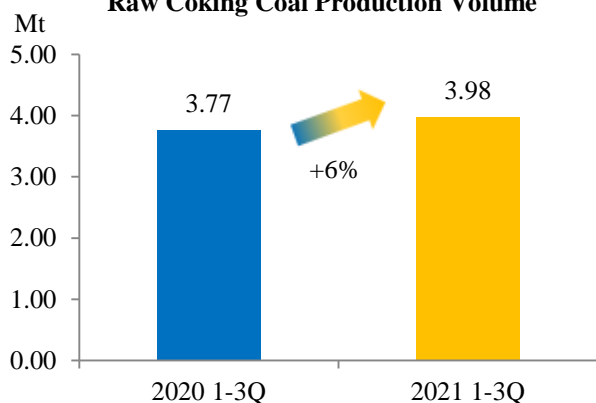


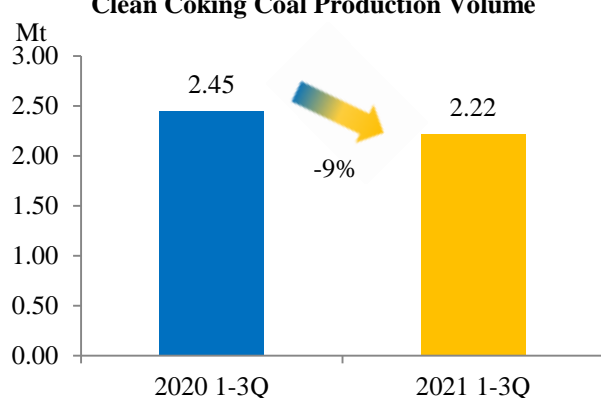


## 2021 1-3Q Operation Results

Raw Coking Coal Production Volume

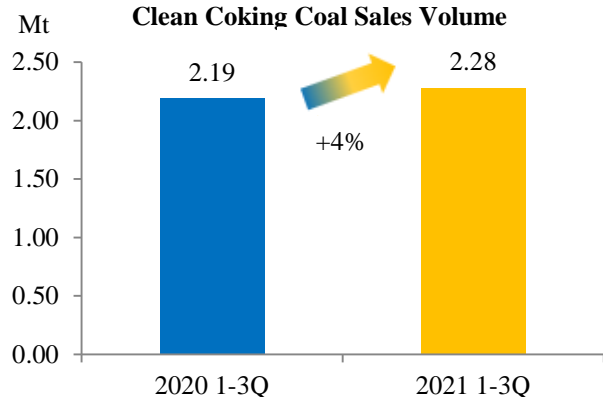


Clean Coking Coal Production Volume

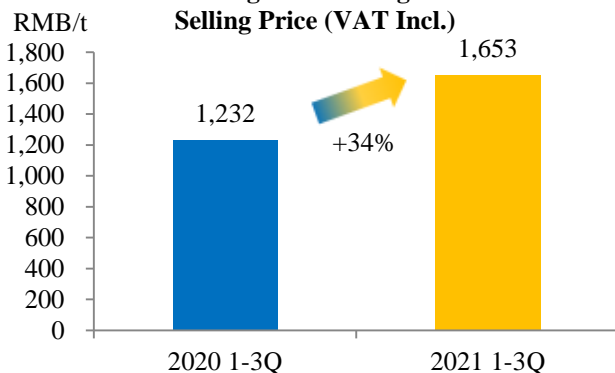


Due to the variability of coal quality at the current mining section, yield rate of clean coking coal decreased and hence clean coking coal production dropped

Clean Coking Coal Sales Volume



Clean Coking Coal Average Realized Selling Price (VAT Incl.)



As the market price of coking coal continues to rise, the Group average realized selling price clean coking coal in the third quarter increased by nearly 60% compared with the 2021 1H

### 1-3Q Sector Overview

#### Macroeconomic Data:

From January to September, 2021

- GDP of China increased by 9.8% YOY
- PPI of China increased by 6.7% YOY
- Investment in Fixed Assets (peasants excluded) of China increased by 7.3% YOY

- Investment in Infrastructure Construction of China increased by 1.5% YOY
- Investment in Real Estate Development of China increased by 8.8% YOY

#### Steel Sector:

From January to September, 2021

- National crude steel production volume was approximately 806 million tonnes, increased by 2.0% YOY
- National pig iron production volume was approximately 671 million tonnes, decreased by 1.3% YOY

- National automobile production was approximately 18.24 million, increased by 7.5% YOY
- National excavator sales volume was 279.3 thousands, increased by 18.1% YOY

#### Coal Sector:

From January to September, 2021

- National coal production volume was approximately 2.93 billion tonnes, increased by 3.7% YOY

- National imports of coking coal was approximately 35.08 million tonnes, decreased by 41% YOY

(Source: National Bureau of Statistics of China, General Administration of Customs, China Iron and Steel Association, China Association of Automobile Manufacturers, China Construction Machinery Association)

#### Outlook:

In 2021 1-3Q, China's GDP grew by 9.8% YoY. At the moment, COVID-19 epidemic in China is basically under control. Although there are sporadic outbreaks, the economy is basically unaffected. Starting from the second half of the year, in response to the "Dual-Carbon" target, the steel industry's output has declined, and the demand for coking coal has decreased accordingly. However, the coking coal supply has been constantly disturbed during the year, and the domestic coking coal supply has always been tight. As a result, the price of coking coal has continued to hit record highs, and the price of seaborne coking coal has rebounded rapidly due to the recovery of the global economy. We expect that the prices of coking coal products will continue to fluctuate at a relatively high range in the short to medium term.

#### Disclaimer

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