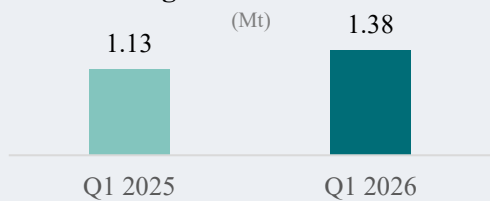


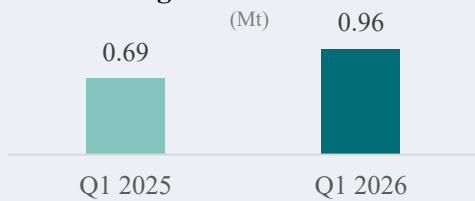


## Operation Results

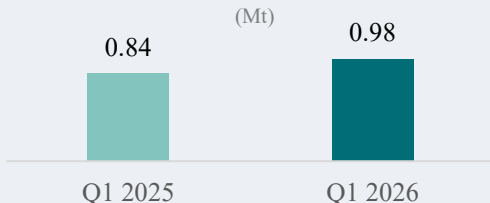
### Raw Coking Coal Production Volume



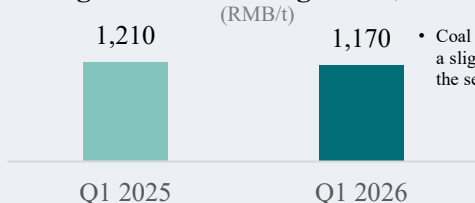
### Clean Coking Coal Production Volume



### Self-produced Clean Coking Coal Sales Volume



### Self-produced Clean Coking Coal Average Realized Selling Price (VAT. Incl.)



• Coal quality led to a slight decrease in the selling price



## Sector Overview

### Macroeconomic Data

- GDP of China increased by 5.0% YOY
- PPI of China decreased by 0.6% YOY
- Investment in Fixed Assets (peasants excluded) of China increased by 1.7% YOY
- Investment in Infrastructure Construction of China increased by 8.9% YOY
- Investment in Real Estate Development of China decreased by 11.2% YOY

### Steel Sector

- National crude steel production volume was approximately 246 million tonnes, decreased by 4.6% YOY
- National pig iron production volume was approximately 211 million tonnes, decreased by 2.9% YOY
- National automobile production was approximately 7.04 million, decreased by 6.9% YOY
- National excavator sales volume was 73.3 thousands, increased by 19.5% YOY

### Coal Sector

- National raw coal production volume was approximately 1,115 million tonnes, decreased by 4.1% YOY
- National coal imports was approximately 117 million tonnes, increased by 1.3% YOY
- The average price of Liulin 9# clean coking coal FOR price (incl. VAT) increased by 5% YOY

In Q1 2026, the coking coal market overall exhibited a volatile yet relatively stable trend. Although the recovery in end-user demand remained relatively slow and was disrupted by geopolitical factors, macroeconomic policies continued to send positive signals, which helped improve market sentiment.

On the supply side, domestic coking coal production declined slightly, while Mongolian coal import clearance volumes remained at a high level, keeping an overall loose supply pattern. On the demand side, aside from seasonal factors such as major policy meetings and the Spring Festival, steel mills maintained generally stable operating rates, with procurement still primarily driven by essential needs. Coke supply also remained stable. During the period, coke prices underwent two rounds of increases and one round of decrease, providing some support to coking coal prices.

Looking ahead, market developments will require close monitoring of the pace of end-user demand recovery, the progress of policy implementation, and potential disruptions arising from geopolitical factors.

## Outlook

### Disclaimer

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