

## VI. Dividends

### 1.Dividends

	Unit	2013	2014	2015	2016	2016 (USD)
Net profit <sup>Note 1</sup>	Million RMB/USD	5,818	5,349	944	8,966	1,292
Dividend per Share <sup>Notes 2</sup>	RMB/USD	0.29	0.18	0.06	0.21	0.03
Dividend/Net Profit	%	81	55	105	51.8	51.8
Dividend Yield Rate <sup>Notes 3</sup>	%	7.02	2.57	1.08	3.31	3.31

Note: 1. Here net profit refers to the net profit attributable to the parent company in consolidated financial statements.  
2. According to relevant rules of Shanghai Stock Exchange, the cash paid by listed companies for stock buyback in the year should be regarded as cash dividends. The Company's cash dividends in 2013 consisted of the cash for stock buyback (RMB 3.083 billion) and cash dividends (RMB 1.647 billion).  
3. Dividend yield---Dividends per share / year-end stock price.

### 2. Policies for Profits Distribution

The 2004 Annual Shareholder's Meeting reviewed and approved the "Proposal on Cash Dividends Policy of Baoshan Iron & Steel Co., Ltd." which states that yearly distribution of cash dividend shall be no less than 40% of the net profit of the year.

The 2012 Annual Shareholder's Meeting reviewed and approved the "Proposal on Revision of Company's Articles of Association" in which the clause about cash dividends was revised as follows: "cash dividend distribution shall be no less than 50% of net profit attributable to owners of the Company in audited consolidated financial statements for the year".