

Huaxin Cement Co., Ltd.

Announcement on the Revisions of the Plan regarding the Changing the Listing Venue of the Company's Domestically Listed Foreign Shares & Listing by way of Introduction on the Main Board of the Stock Exchange of Hong Kong Ltd.

To the best of our knowledge, the Board of Directors of the Company and its members confirm that there is no material false or misleading statement or material omission in this announcement and shall be severally and jointly liable for the truthfulness, accuracy and completeness of its content.

On August 20, 2020, the Nineteenth Meeting of the Ninth Board of Directors of Huaxin Cement Co., Ltd. (hereinafter referred to as "the Company") adopted the Proposal on the Plan regarding the Changing the Listing Venue of the Company's Domestically Listed Foreign Shares & Listing by way of Introduction on the Main Board of the Stock Exchange of Hong Kong Ltd. For details, please refer to Plan regarding the Changing the Listing Venue of the Company's Domestically Listed Foreign Shares & Listing by way of Introduction on the Main Board of the Stock Exchange of Hong Kong Ltd. published on Shanghai Stock Exchange website www.sse.com.cn on August 22, 2020.

On August 26, 2021, the Seventh Meeting of the Tenth Board of Directors approved the Proposal on the Plan regarding the Changing the Listing Venue of the Company's Domestically Listed Foreign Shares & Listing by way of Introduction on the Main Board of the Stock Exchange of Hong Kong Ltd. (revised draft). According to relevant laws and regulations and the actual situation of Huaxin, the Company modified part of the content and revised the Plan regarding the Changing the Listing Venue of the Company's Domestically Listed Foreign Shares & Listing by way of Introduction on the Main Board of the Stock Exchange of Hong Kong Ltd. accordingly. Main adjustments are as followed:

| Chapter | Content | Revision |
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| Important Subjects Reminder | 1) Main points explanation of the conversion plan | <p>Updates on the maximum number of shares that are subject to the cash options offer exercise</p> <p>Alternatives the company can take to fulfill the requirements of B share public float.</p> <p>Cash option clearing and settlement, and the opening of H share account for foreign investors</p> |
| | 2) Major risk warning | <p>Additional risk disclosure on cash option offer, stock liquidity and termination risk</p> <p>Update cash option risks and termination risks</p> <p>Risks of different investment environment</p> <p>Foreign exchange risks</p> |

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| | | Risks of inconvenience in transaction Risks of limited transaction right |
| Clarification | - | Updates on reporting period |
| Section 1 Company Situation | 4) Company's top ten shareholders and top ten B-share shareholders | Updates on top ten shareholders and top ten B-share shareholders, based on the updated reporting period |
| | 5) Major shareholders of the company | In light of the name change of the actual controller of Holchin B.V., update on the introduction of the actual controller of the largest shareholder. |
| | 6) Core business | Updates on main business and operating data, based on the updated reporting period |
| | 7) Main financial data and financial indicators | Updates on major financial figures and financial indicators, based on the updated reporting period |
| Section 2 Transaction Overview | 1) Current situation | Updates on: Total upper limits of share that the cash options can exercise. Alternatives the company can take to fulfill the requirements of B share public float ratio Cash option clearing and settlement, Open H share account for foreign investors B share shareholders registration and open H share account of overseas investors |
| | 2) Background of the Plan Implementation | Updates on relevant information up to the day before the Seventh meeting of the Tenth Board of Directors |
| | 3) Shareholder rights protection mechanism | Adjustments on cash option price according to the company's FY2020 dividend payout. Updates on the specific situations when the cash option offer is not implemented |
| | 6) Decision-making process | Updates on matters subject to approval and authorization |
| Section 4 Risk Factors | 2) Cash option and risk of cash option price adjustment | Additional disclosure on the risk of cash option offer and related termination risk |
| | 3) Stock liquidity and termination risk | Additional disclosure on stock liquidity and termination risk |
| | 4) Risks of different investment environment | Updates on the risks of different investment environment |
| | 6) Risks of foreign | Updates on the risks of foreign |

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| | exchange rate | exchange rate |
| | 7) Risks of inconvenience of the transaction | Updates on the risks of inconvenience of the transaction |
| | 11) Risks of limited transaction right | Updates on the risks of limited transaction right |
| Section 5 Special Attention | 1) Risks of limited transaction right | Disclose the limits on the transaction right in H share of domestic investors |
| | 2) Difference on the transaction time | Disclose domestic and overseas investors' transaction period |
| | 3) Difference in Transaction cost | Updates on H shares stamp duty rate based on the latest regulations of the Hong Kong Stock Exchange |
| | 4) Difference in tax born by investors | Update on the income tax of share transfer |
| | 6) Difference of the T+1 transaction | Disclose domestic investors can not do T+1 transaction and sell short H shares |
| | 12) Other non-transaction business | Supplementary disclosure of non-trading matters that do not involve share transfer, such as shares pledges and judicial freezes after the implementation of this plan |
| Section 6 Opinions and Explanations of Relevant Subjects | 4) Description of the company's directors, supervisors, and senior management's buying and selling of the company's stocks | Supplementary disclosure of the self-examination, explanations and commitments of the insiders' trading of stocks related to this transaction |

For details, please refer to the Plan regarding the Changing the Listing Venue of the Company's Domestically Listed Foreign Shares & Listing by way of Introduction on the Main Board of the Stock Exchange of Hong Kong Ltd. (revised draft) published on the same day on the Shanghai Stock Exchange website www.sse.com.cn.

There are still uncertainties in the plan. The Company will perform the obligations of information disclosure in line with laws and regulations. Designated media of the Company are China Securities Journal, Shanghai Securities Journal and Shanghai Stock Exchange website www.sse.com.cn. Please take the information on these media as the accurate information. Please follow relevant announcements and be aware of investment risks.

It is herewith announced.

Huaxin Cement Co., Ltd.
Board of Directors
August 28, 2021