

## **Huaxin Cement Co., Ltd.**

### **Announcement on Forecast Growth of Operation Results for Jan-Sep 2018**

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.

#### **Highlights:**

Performance for Jan-Sep 2018 is predicted to increase by 2,312 million RMB to 2,412 million RMB, an increase of 220%-230% over the same period of last year.

#### **I. Performance forenotice**

(I) Period of performance forenotice

From January 1, 2018 to September 30, 2018.

(II) Performance forenotice

1. According to the preliminary accounting of the Financial Department of the Company, it is estimated that the net profit attributable to shareholders of the Company for Jan-Sep 2018 would increase by 2,312 million RMB to 2,412 million RMB, up by 220%-230% over the same period of last year (data disclosed in the periodic report according to the relevant regulations).

2. Net profit attributable to shareholders of the Company after extraordinary items would increase by 2,325 million RMB to 2,425 million RMB, up by 232% to 242% over the same period of last year (data disclosed in the periodic report according to the relevant regulations).

#### **II. Performance for the same period of the previous year**

1. The net profit attributable to shareholders of the Company: 1,049.7283 million RMB. The net profit attributable to shareholders of the Company after extraordinary items: 1,000.9049 million RMB.

2. Earnings per share: 0.70 Yuan.

#### **III. Main reasons for the forecast increase of operation results in the reporting period**

During the reporting period, performance of the Company rose significantly, mainly benefiting from the Country's vigorous push of supply-side structural reforms, output reduction and capacity elimination in the industry, thus supply and demand was improved accordingly. The price of cement and clinker, the main products of the Company, has increased significantly compared with the same period of last year. At the same time, the operation management of the Company has been further improved.

#### **IV. Risks notice**

There are no uncertain factors that have an impact on the accuracy of the forecast growth of operation results of the Company.

#### **V. Other relevant explanation**

The data listed above are just preliminary accounted. For detailed and accurate financial data, please refer to the Third Quarter Report 2018. Public investors are hereby kindly requested to notice investment risks.

It is herewith announced.

Board of Directors of Huaxin Cement Co. Ltd.  
October 11, 2018