

Huaxin Cement Co., Ltd.
Announcement on the Completion of Overseas USD Bonds by
Wholly Owned SPV

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.

Huaxin Cement Co., Ltd (hereinafter referred to “the Company”) convened the Fourteenth Meeting of the Ninth Board of Directors on December 17, 2019 and the 2020 First Extraordinary Shareholders’ General Meeting on January 7, 2020. Two meetings approved the Proposal on the Issuance of Overseas Bonds through a Wholly Owned Subsidiary; on April 27 and June 3, 2020, the Sixteenth Meeting of the Ninth Board of Directors and 2019 Annual Shareholders’ General Meeting approved Proposal on Providing Guarantees for SPV on the Issuance of Overseas Bonds. In light of the above proposals, the Company intends to establish a Special Purpose Vehicle, directly or indirectly controlled outside the PRC as the Issuer to issue the overseas bonds totaling no more than US\$500 million (US\$500 million included) outside the PRC. The Company plans to provide the Issuer with an unconditional and irrevocable cross-border joint and several liability guarantees for the Issuer to perform the obligation of repaying all the principal and interest of the bonds. For details of the above, please refer to the announcements published on Shanghai Stock Exchange website on December 19, 2019, January 8, 2020, April 29, 2020 and June 4, 2020.

As of the disclosure of the announcement, overseas wholly owned subsidiary SPV Huaxin Cement International Finance Company Limited has completed 300 million USD bonds issuance. The issuance has been approved to be listed in Singapore Stock Exchange on November 20, 2020. Securities Code: HUAXIN CEM US\$300M2.25%B251119. ISIN: XS2256737722. Ticker: HXCEME.

Basics of the issuance:

1. Issuer: Huaxin Cement International Finance Company Limited
2. Guarantor: Huaxin Cement Company Limited
3. Way of guarantee: unconditional and irrevocable cross-border joint and several liability
4. Issuance: Advanced unsecured fixed interest bond
5. Scale of issuance: 300 million USD
6. Term of the bond: 5 years
7. Interest of the bond: nominal interest rate 2.25%
8. Interest payment: payment half a year
9. Purpose of bond: capital expenditure of the Group and general enterprise utilization
10. Bond rating: Baal (Moody)
11. Rating of the guarantor: Baal (Moody)

The issuance is of advantage to the Company to expand financing channels, optimize financing structure, satisfy the demand of fund for overseas business expansion and

thus providing guarantee for the corporate global strategy layout

It is herewith announced.

Huaxin Cement Co., Ltd.
Board of Directors
November 21, 2020