

Huaxin Cement Co., Ltd.
Announcement on Forecast Increase of Operation Results for the First Quarter of 2021

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 of the first quarter of 2021 is predicted to increase by 365 million RMB to 395 million RMB, an increase of 103.07%-111.54% over the same period of last year.

I. Performance forenotice

(I) Period of performance forenotice

From January 1, 2021 to March 31, 2021.

(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 the first quarter of 2021 would increase by 365-395 million RMB, up by 103.07% to 111.54% 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 is to increase by 350-380 million RMB, up by 96.75% to 105.04% over the same period of last year (data disclosed in the periodic report according to the relevant regulations).

(III) The performance prediction has not been audited by the CPA yet.

II. Performance for the same period of the previous year

1. The net profit attributable to shareholders of the Company disclosed in the First Quarter Report 2020: 354,137 thousand RMB. The net profit attributable to shareholders of the Company after extraordinary items: 361,768.6 thousand RMB.

2. Earnings per share: 0.17 Yuan.

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

During the reporting period, performance of the Company increased significantly, mainly because the operation was restrained by the severe impact of the COVID-19 of the first quarter of last year and the performance declined dramatically; however, in the first quarter of this year, the sales volume of main products rebounded, among which, the sales volume of cement increased 60% against last year, the sales volume of concrete and aggregate soared over 200%, but the cement price still hovers at a low level.

IV. Risks notice

There are no major uncertain factors that have an impact on the accuracy of the forecast decrease 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 First Quarter Report 2021. Public investors are hereby kindly requested to notice investment risks.

It is herewith announced.

Board of Directors of Huaxin Cement Co. Ltd.
April 10, 2021