

Huaxin Cement Co., Ltd.

Announcement on Resolution of the Annual Shareholders' General Meeting 2019

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.

Important Notice:

- Proposal be voted down: Nil

I. Convening and Presence of the Meeting

(I) Convening Time: June 3, 2020

(II) Convening Venue: Meeting Room on the 21st floor of Tower B, Huaxin Tower, No. 426 Gaoxin Avenue, East Lake High-tech Development Zone, Wuhan City, Hubei Province

(III) Information of Present Ordinary Shareholders and Shares They Hold:

1. Number of present shareholders and proxies	142
Includes: Shareholders of A share	41
Shareholders of domestically listed foreign shares (B share)	101
2. Total voting shares held by present shareholders (share)	1,338,818,597
Includes: Total shares held by A share shareholders	853,478,319
Total shares held by Shareholders of domestically listed foreign shares (B share)	485,340,278
3. The proportion of voting shares held by present shareholders to total voting right shares of the Company (%)	63.8566
Includes: The proportion of voting right shares held by present A share shareholders to total shares of the Company (%)	40.7077
The proportion of voting right shares held by present B share shareholders to total shares of the Company (%)	23.1489

(IV) Whether the way of voting complies with the provisions of the *Company Law* and the *Articles of Association of the Company* and the presiding of the Meeting

The Meeting was convened by the Board of Directors, and presided by Mr. Xu Yongmo, the Chairman of the Board of Directors. The Meeting adopted a voting method of on-site voting combined with online voting. The calling and convening procedures, qualification of attendees, share registration and voting procedure of the Meeting were in compliance with the stipulations contained in the *Company Law*, the *Rules of Shareholders' General Meeting of Listed Companies* and the *Articles of Association of the Company*.

(V) Presence of Directors, Supervisors and Secretary to the Board

1. 8 of the 9 Directors of the Company were present at the Meeting, Director Mr. Roland Koehler did not attend the Meeting for they had other commitments.
2. All of the 5 Supervisors of the Company were present at the Meeting.
3. Secretary to the Board Mr. Wang Ximing and Chief in charge of Corporate Finance Ms. Kong Lingling were present at the Meeting.

II. Review on the Proposals

(I) Proposals Voted by Non- cumulative Voting

1. Annual Work Report 2019 of the Board of Directors

Voting result: Pass

Information of the Voting:

Shareholder type	Affirmative		Negative		Abstention	
	Number	%	Number	%	Number	%
A share	853,361,139	99.9862	32,480	0.0038	84,700	0.0100
B share	485,009,489	99.9318	298,689	0.0615	32,100	0.0067
Total Number of the ordinary shares	1,338,370,628	99.9665	331,169	0.0247	116,800	0.0088

2. Annual Work Report 2019 of the Board of Supervisors

Voting result: Pass

Information of the Voting:

Shareholder type	Affirmative		Negative		Abstention	
	Number	%	Number	%	Number	%
A share	853,334,339	99.9831	59,580	0.0069	84,400	0.0100
B share	485,009,489	99.9318	298,689	0.0615	32,100	0.0067
Total Number of the ordinary shares	1,338,343,828	99.9645	358,269	0.0267	116,500	0.0088

3. Final Financial Report 2019 and Financial Budget Report 2020 of the Company

Voting result: Pass

Information of the Voting:

Shareholder type	Affirmative		Negative		Abstention	
	Number	%	Number	%	Number	%
A share	853,361,539	99.9863	32,480	0.0038	84,300	0.0099

B share	485,009,489	99.9318	298,689	0.0615	32,100	0.0067
Total Number of the ordinary shares	1,338,371,028	99.9665	331,169	0.0247	116,400	0.0088

4. Profit Distribution Plan 2019 of the Company

Voting result: Pass

Information of the Voting:

Shareholder type	Affirmative		Negative		Abstention	
	Number	%	Number	%	Number	%
A share	853,446,839	99.9963	31,180	0.0036	300	0.0001
B share	485,298,378	99.9913	41,900	0.0087	0	0.0000
Total Number of the ordinary shares	1,338,745,217	99.9945	73,080	0.0054	300	0.0001

5. Proposal on Providing Guarantees for SPV on the Issuance of Overseas Bonds

Voting result: Pass

Information of the Voting:

Shareholder type	Affirmative		Negative		Abstention	
	Number	%	Number	%	Number	%
A share	853,430,839	99.9944	47,380	0.0055	100	0.0001
B share	485,277,378	99.9870	62,900	0.0130	0	0.0000
Total Number of the ordinary shares	1,338,708,217	99.9917	110,280	0.0082	100	0.0001

6. Proposal in Respect of Providing Guarantees for Bank Loans of Some Subsidiaries

Voting result: Pass

Information of the Voting:

Shareholder type	Affirmative		Negative		Abstention	
	Number	%	Number	%	Number	%
A share	794,304,354	93.0667	59,173,565	6.9332	400	0.0001
B share	438,902,937	90.4320	46,437,341	9.5680	0	0.0000
Total Number of the ordinary shares	1,233,207,291	92.1116	105,610,906	7.8883	400	0.0001

7. Proposal on Reappointment of the Accounting Firm for 2020 Financial Audit and Internal Control Audit of the Company

Voting result: Pass

Information of the Voting:

Shareholder type	Affirmative		Negative		Abstention	
	Number	%	Number	%	Number	%
A share	830,738,520	97.3356	1,010,700	0.1184	21,729,099	2.5460
B share	482,517,858	99.4184	2,079,308	0.4284	743,112	0.1532
Total Number of the ordinary shares	1,313,256,378	98.0906	3,090,008	0.2308	22,472,211	1.6786

III. Witness by Lawyers

1. Name of the Law Firm: Hubei Sunshine Law Firm
Lawyers: Ms. Han Jing, Ms. Mei Mengyuan

2. Conclusion of the opinions:

Through on-site verification, we consider that, the calling and convening procedures of the Meeting were in compliance with the relevant laws, administrative regulations, the *Rules of Procedure of Shareholders' General Meeting* and *Articles of Association* of the Company; qualification of attendees and the convener were legitimate and valid; voting procedure and the voting results of the Meeting were legitimate and valid.

IV. Documents for Inspection:

1. Resolution of the Shareholders' General Meeting with the official seal of the Board of Directors and signatures of all present Directors and the recorder;
2. Letter of Legal Opinions with the official seal and signature of the Head of Hubei Sunshine Law Firm

Huaxin Cement Co., Ltd.
June 4, 2020