

## Huaxin Cement Co., Ltd.

### Announcement on the Notification to Creditors on the Repurchase and Cancellation of Partial Shares in the 2020-2022 Core Employees Stock Ownership Plan

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.

#### Key matters:

- The 2020-2022 Core Employee Stock Ownership Plan has completed the evaluation for 2020-2022 and the adjustment to 7 tranches. According to the relevant provisions of the Company's 2020-2022 Core Employee Stock Ownership Plan and the Administration Measures of the 2020-2022 Core Employee Share Ownership Plan and the assessment result, the Company intends to repurchase and cancel 17,604,206 unattributable shares at RMB 0/ share under this Plan due to failure in achieving the target, accounting for 0.84% of the total share capital of the Company.
- The Company held the 25<sup>th</sup> Meeting of the Tenth Board of Directors on June 9, 2023, and approved the Proposal on the Repurchase and Cancellation of Partial Shares in the 2020-2022 Core Employees Stock Ownership Plan, which is subject to the shareholders' general meeting for approval.

#### I. Reason of notifying creditors

Huaxin Cement Co., Ltd held the 25th Meeting of the Tenth Board of Directors on June 9, 2023, and approved the Proposal on the Repurchase and Cancellation of Partial Shares in the 2020-2022 Core Employees Stock Ownership Plan, which is subject to the shareholders' general meeting for approval.

As of the date of the announcement disclosure, the 2020-2022 Core Employee Stock Ownership Plan (the Plan) has completed the assessment to the 2020-2022 and granting and adjustment to 7 tranches. According to the relevant provisions of the Company's 2020-2022 Core Employee Stock Ownership Plan and the Administration Measures of the 2020-2022 Core Employee Share Ownership Plan and the assessment result, the Company intends to repurchase and cancel 17,604,206 unattributable shares at RMB 0/ share under this Plan due to failure in achieving the target, accounting for 83.67% of the total shares in the Plan account, and accounting for 0.84% of the total share capital of the Company.

Share structure changes before and after the repurchase of partial shares under the ESOP:

Type of share (Unit: share)	Before the change		Change	After the change	
	Amount (share)	Proportion		Amount (share)	Proportion
A share	1,361,879,855	64.96	-17,604,206	1,344,275,649	64.66

H share	734,720,000	35.04	0	734,720,000	35.34
Total amount	2,096,599,855	100	-17,604,206	2,078,995,649	100

## II. Information shall be notified to creditors

After the repurchase by the Board authorized by Shareholders' General Meeting, the Company will cancel those shares. Therefore, the registered capital will reduce. According to the Company Law of the People's Republic of China and other relevant laws and regulations, creditors of the Company shall be entitled to demand the Company to settle its debts or provide corresponding guarantee within 30 days from the date of receiving the notice from the Company, or 45 days from the date of disclosure of this announcement if they have not received the notice, with valid proof of claim and relevant documents. If the creditor fails to exercise the above rights within the prescribed period, this cancellation will continue to be implemented in accordance with the statutory procedures. If a creditor fails to file a claim with the Company after the deadline, the validity of its claim will not be affected as a result, and the relevant debt (obligation) will be continued to be performed by the company according to the agreement of the original claim document. Creditors of the Company who request the Company to settle their debts or provide corresponding guarantees shall submit their requests in writing to the Company in accordance with the relevant provisions of the Company Law of the People's Republic of China and other laws and regulations, and attach the relevant supporting documents.

### (I) Documents required for credit declaration

Creditors may file claims to the Company with the originals and copies of contracts, agreements and other documents that prove the existence of the debt relationship.

1. If the creditor is a legal person, he/she should bring along the original and copy of the business license of the legal person and the identity proof of the legal representative; if he/she entrusts others to declare, he/she should bring along the original and copy of the authorization letter of the legal representative and the valid identity document of the agent in addition to the above documents.
2. If the creditor is a natural person, he/she should bring the original and copy of the valid identity document; if he/she entrusts others to declare, he/she should bring the original and copy of the power of attorney and the valid identity document of the agent in addition to the above-mentioned documents.

### (II) Contact Information for credit declaration

1. Declaration time: 10 June, 2023 – 24 July, 2023, 9:00-17:00 business days
2. Declaration location: Financial Department, Huaxin Tower, No. 426 Gaoxin Avenue, East Lake High-tech Development Zone, Wuhan
3. Declaration method: on-site submission, mail or e-mail
4. Contact person: Financial Center
5. Contact phone: 027-87773898
6. E-mail: liumin\_hq@huaxincem.com
7. Other:

(1) Declared by mail, the declaration date shall be the date with postmark date or courier center issued date shall prevail;

(2) For filing by e-mail, the filing date shall be the date when the Company receives the document/mail, please indicate the word "filing claim" in the title.

It is herewith announced.

Huaxin Cement Co., Ltd.  
Board of Directors  
June 10, 2023