

Huaxin Cement Co., Ltd.**Announcement on the Resolution of the First Holders' Meeting of the Phase I (2023) Core Employee Stock Ownership Plan Under 2023-2025 Core Employee 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.

I. Convention of the Holders' Meeting

The First Holders' Meeting of the Phase I (2023) Core Employee Stock Ownership Plan Under 2023-2025 Core Employee Stock Ownership Plan of Huaxin Cement Co., Ltd (hereinafter referred to as the "Company") was held on 28 December, 2023 via circular resolution. There were 744 holders present at the meeting, representing 39.3697million proportion in the ESOP and accounting for 99.24% in the total 39.6723 million proportion of the Phase I (2023) Core Employee Stock Ownership Plan Under 2023-2025 Core Employee Stock Ownership Plan.

The meeting was presided by the Vice President and Board Secretary Mr. Ye Jiaying. The convention and voting of the meeting conformed to the regulations in the Administrative Measures of the 2023-2025 Core Employee Stock Ownership Plan.

II. Review of the meeting

1. Reviewed and approved the Proposal on Setting up the Administration Committee of the Phase I (2023) Core Employee Stock Ownership Plan Under 2023-2025 Core Employee Stock Ownership Plan.

According to the regulations of the Administrative Measures of the 2023-2025 Core Employee Stock Ownership Plan, the Administration Committee is established to take charge of this ESOP and be responsible for the day-to-day management and supervision of this ESOP and exercising shareholders' rights on behalf of the Holders. The Administration Committee consists of 5 members and 1 chairman. The members of the Administration Committee shall not be removed until this ESOP expires.

Voting result: Agree 39.3697 million, accounting for 99.24% in the proportion of held by the Holders present at the meeting, against 0, abstention 0.

2. Reviewed and approved the Proposal on Electing the Members of the Administration Committee of the Phase I (2023) Core Employee Stock Ownership Plan Under 2023-2025 Core Employee Stock Ownership Plan.

Elected Ye Jiaying, Wu Fei, Wu Xin, Peng Puxin, Wang Xiaoqiong as the members of the Administration Committee. The members of the Administration Committee shall not be removed until this ESOP expires.

Voting result: Agree 39.3697 million, accounting for 99.24% in the proportion of held by the Holders present at the meeting, against 0, abstention 0.

On the same day, the Administration Committee held the first meeting, in which Ye Jiaying was unanimously elected as the Chairman of the Committee and his tenure shall expire as the duration expires.

3. Reviewed and approved the Proposal on Authorizing the Administration Committee to Handle Related Matters of the Phase I (2023) Core Employee Stock Ownership Plan Under 2023-2025 Core Employee Stock Ownership Plan.

Related matters authorized by the Administration Committee include but not limited to the followings:

- (1) To convene the Holders' Meetings;
- (2) To supervise the day-to-day management of this ESOP on behalf of all Holders;
- (3) To decide on the management of the assets in the ESOP account (including but not limited to use of the cash and accrued dividends of the stocks held under this ESOP to purchase wealth management products, lending of securities held and other businesses contributing to asset appreciation) on behalf of the Holders;
- (4) To exercise the shareholders' rights attached to the shares under this ESOP on behalf of all Holders;
- (5) To decide whether to engage relevant professional organizations to provide management, consulting and other services required for the day-to-day management of this ESOP;
- (6) To sign relevant external agreements and contracts with third parties on behalf of this ESOP;
- (7) To manage the distribution of the proceeds from this ESOP, and to decide on the sale, distribution and other relevant matters of the Underlying Stocks upon expiry of the lock-up period and the unlocking period;
- (8) To handle the registration of proportion and succession of the stocks held by each Holder under this ESOP, and dispose of the stocks held by any Holder failing to fulfill his/her performance indicators;
- (9) To develop and implement the arrangements regarding this ESOP's participation in additional issuance of shares, distribution of shares, issuance of convertible bonds and other refinancing activities of the Company;
- (10) To take charge of the reduction of shareholdings or stock transfer under this ESOP; and
- (11) To perform other functions and powers authorized by the Holders' Meeting.

Voting result: Agree 39.3697 million, accounting for 99.24% in the proportion of held by the Holders present at the meeting, against 0, abstention 0.

It is herewith announced.

Board of Directors of Huaxin Cement Co. Ltd.
29 December 2023