

## **Huaxin Cement Co., Ltd.**

### **Third Reminder Announcement on B Shares Cash Option Declaration for Changing Listing Venue for Domestic Listed Foreign Shares and Listing on the Main Board of The Stock Exchange of Hong Kong Limited by Way of Introduction**

The board of directors and all directors of the Company confirm that there are no false records, misleading statements or material omissions in the content of this announcement, and assume individual and joint responsibility for the authenticity, accuracy and completeness of its content.

#### **Key notes:**

- 1. No need to operate if domestic/overseas investors wish to hold the shares until the shares listed in Hongkong.**
- 2. If**

on B Shares Cash Option Declaration for Changing Listing Venue for its Domestic Listed Foreign Shares and Listing on the Main Board of The Stock Exchange of Hong Kong, which was disclosed on the designated information disclosure channel on 1<sup>st</sup> March 2022, with the announcement number 2022-007.

The exercise price of the B share cash option is US\$1.945 per share. Shareholders who properly declare for the exercise of the cash option will receive cash consideration at the exercise price of US\$1.945 per share. B share shareholders are advised to pay attention to investment risks.

This reminder announcement only explains matters related to the exercise of the cash option by B share shareholders, and does not constitute a suggestion for investors to declare for the exercise of the cash option.

#### **I. Basic information on declaration of cash option**

##### **1. Subject of declaration**

Shareholders who hold B shares of the Company after the market closes on the share registration date (7<sup>th</sup> March 2022).

##### **2. Declaration time:**

On the trading day from 8<sup>th</sup> March 2022 to 10<sup>th</sup> March 2022, 9:30am-11:30am, 1:00pm-3:00pm. The deadline for application is 3:00pm.



(5) Prior to and during the declaration of the cash option, any shares originally held by the Company's B shareholder which are already declared for cross-border transfer of custody, or subject to freezing or non-trade transferred shall be deemed as an invalid declaration.

(6) If the number of B shares declared to exercise the cash option exceeds 154,408,766 shares after the cash option exercise application is completed, or the cumulative shareholding of the top three B public shareholders exceeds 50% of the total number of public B shares after the exercise of the option, then the cash option will be terminated, and B shares will continue to be traded on the B share market of the Shanghai Stock Exchange.

### **III. Cost**

When the cash option declarer and provider go through the subsequent share transfer settlement procedures, the taxes and expenses shall be calculated with reference to the B share transaction.

### **IV. Contact person and contact information**

Applicant: Huaxin Cement Co., Ltd.

Address: No. 600, Daqi Avenue East, Huangshi City, Hubei Province

Contact: Wang Lu, Wu Xin

Tel: 027-87773898

Fax: 027-87773992

### **V. Follow-up matters**

1. Upon expiration of the validity period of this declaration, the Company will issue a separate announcement on the results of the declaration. Investors are requested to pay attention to the date of the funds settlement in the account.

2. Upon expiration of the declaration period of the cash option, the Company needs to check the declaration results and exclude invalid declarations.

3. If the number of B shares declared for exercising the cash option exceeds 154,408,766 shares after the cash option exercise declaration is completed, or the cumulative shareholding of the top three B public shareholders exceeds 50% of the total number of public B shares after the exercise of the option, the cash options will be terminated, and the Company B shares will continue to be traded on the B share

market of the Shanghai Stock Exchange.

4. After the exercise of the cash option is completed and the number of overseas public shareholders who have opened accounts in Hong Kong is determined to be no less than 300, the Company will apply to the Shanghai Stock Exchange for the delisting of B shares. Upon obtaining the official approval letter from the Hong Kong Stock Exchange for the listing of the Company's H shares, the shares of the Company will be listed and traded on the main board of the Hong Kong Stock Exchange in the form of H shares.

5. Time schedule for the exercise of the cash option (if there are any subsequent changes, it will be announced separately)

28<sup>th</sup> February 2022 (Monday)

The Company B share cash option

10<sup>th</sup> Match 2022