

Huaxin Cement Co., Ltd.

Announcement on 2023 Profit Distribution Proposal

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.

Importance:

Distribution ratio per share: Cash dividend of 0.53 Yuan per share.

The profit distribution is based on the total shares registered on the equity rights registration date. The specific date will be specified in the Announcement on 2023 Dividend Distribution.

If the total share capital of the company changes before the record date for the implementation of equity distribution, it is proposed to maintain the total distribution amount unchanged, adjust the distribution ratio per share accordingly, and the specific adjustment will be announced separately.

I. Profit Distribution Proposal

Audited by Ernst & Young Hua Ming Certified Public Accountants LLP, in 2023, the net profit of the Company in 2023 amounted to RMB 2,482,299,167, and the consolidated net profit attributable to the shareholders amounted to RMB 2,762,116,715. The profit of the Company available for distribution was RMB 9,921,766,405 as at the end of 31 December 2023.

According to the resolution of the Thirty First Meeting of the Tenth Board of Directors of the Company, the profit distribution is based on the total number of shares registered on the record date for implementing dividend distribution. The profit distribution proposal is as follows:

Based on the Company's total share capital of 2,078,995,649 shares on the record date for the implementation of the profit distribution for year 2023, a cash dividend of RMB 0.53 per share (tax inclusive) was proposed to be distributed to all shareholders. The undistributed amount will be retained as undistributed profit for distribution in future years. No public reserve capitalization is provided in the profit distribution plan for the year 2023.

The profit distribution proposal shall be submitted to the Shareholders' General Meeting of the Company for review.

II. Decision-making procedures performed by the Company

The Company convened the Thirty First Meeting of the Tenth Board of Directors on March 25-28, 2024. The Meeting approved the 2023 Profit Distribution Proposal of the Company, and agreed to submit the profit distribution proposal to the Annual Shareholders' General Meeting 2023 for review.

