

Stock Codes: 600801, 900933 Stock abbreviations: Huaxin Cement, Huaxin B Share Ref: Lin 2018-020

Huaxin Cement Co., Ltd.
Announcement on 2017 Dividend Distribution

To the best of our knowledge, the Board of Directors of the Company and its members confirm

III. Relevant dates

Stock type	Date of share registration	Last trading date	Ex-dividend date	Date of cash dividends distribution
Share	2018/6/8		2018/6/11	2018/6/11

Company (2015 Caishui No.101) and Notice on the Implementation of Differentiated Personal Income Tax on Dividend of Listed Company (2012 Caishui No.85), the Company shall suspend the income tax withholding and shall actually distribute the dividends of 0.28 Yuan per share to individual A share holders and securities investment funds. When individual shareholders and securities investment funds transfer their stocks, actual tax amount payable shall be measured by CSDC Shanghai branch based on the period of shares held, and be deducted and transferred by securities firms from individual accounts to CSDC Shanghai branch and then transfer to the Company within 5 working days of next month. The Company shall declare tax to taxation authorities within the prescribed time limit in the same month that the company receives the tax payment.

Actual tax calculation: for shares holding within 1 month (incl. 1 month), all dividends shall be measured as taxable income, actual tax burden is 20%; for 1 month to 1 year (incl. 1 year) 50% deducted temporarily and actual tax burden is 10%; and for more than 1 year, the income tax withholding on dividends is suspended.

(2) For A share institutional investors who are recognized as "resident enterprises" defined in "Enterprise Income Tax Law", the Company shall not withhold and pay the income tax for them. The actual cash dividends shall be paid to them is 0.28 Yuan per share.

(3) For Qualified Foreign Institutional Investors (QFII) who hold shares of the Company, the Company shall withhold and pay the income tax for them at the tax rate of 10% according to the "State Administration of Taxation – Notification on Relevant Issues Regarding China Resident Enterprises Distributing Dividends or Interests to QFII and Withholding and Paying Income Tax for Them" (Guoshui Han 2009 No. 47). Hence the actual distribution amount after tax shall be 0.252 Yuan/share.

