

Huaxin Cement Co., Ltd.

Report on the Repurchasing Shares By Centralized Price Bidding

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.

Important Notice:

- Repurchase Share Amount: The company plans to use a total of no less than RMB 32,250,000 (inclusive) and no more than RMB 64,500,000 (inclusive) for the repurchase of shares.
 - Source of Repurchase Funds: Self-owned funds.
 - Purpose of Repurchase: For the equity incentive plan.
 - Repurchase Price: Not exceeding RMB 25 per share, and not exceeding 150% of the average trading price of the company's A-shares in the 30 trading days prior to the board of directors' resolution to repurchase shares.
 - Number of share repurchase: No less than 1,290,000 shares and no more than 2,580,000 shares.
 - Method of the share repurchase: The Company intends to repurchase shares through centralized price bidding on the Shanghai Stock Exchange trading system.
 - Repurchase Share Period: The period for the share repurchase will start from the date of the board of directors' approval of this repurchase plan, which is from October 3, 2025, to April 3, 2026, for a duration of 6 months.
 - Whether Shareholders Have Plans to Reduce Their Holdings: During the period of this repurchase, the company's senior management Du Ping, Mei Xiangfu, Xu Gang, Ye Jiaxing and Tang Jun have plans to increase their holdings of the company's shares. Other directors, supervisors, senior management, largest shareholder, and its actual controller do not have plans to increase or decrease their holdings of the company's shares. If there are any plans to increase or decrease shareholdings in the future, the company will fulfill its information disclosure obligations in accordance with relevant regulations.
- **Risk notice**
1. There is a risk that the funds required for the share repurchase may not be successfully secured, leading to the inability to implement the repurchase plan.

2. There is a risk that the price of the Company's shares may continuously exceed the price ceiling disclosed in the repurchase plan during the repurchase period, resulting in the repurchase plan not being implemented completely or only part of the plan being implemented;
3. There is a risk of significant events that have a material impact on the trading price of the Company's shares, or the Board deciding to terminate the repurchase plan;
4. The shares repurchased are intended for the implementation of share incentive plan. There exists a risk that the share incentive plan may not be approved by the company's decision-making body, or that the incentive recipients or grantee may choose to forgo subscribing to the shares or units, potentially leading to the inability to fully allocate the repurchased stocks.

Pursuant to the Company Law of the People's Republic of China, Securities Law of the People's Republic of China, Opinions on Supporting the Repurchase of Shares by Listed Companies, Rules for Share Repurchase by Listed Companies, and Shanghai Stock Exchange Listed Companies Self-discipline Supervision Guidelines No. 7 - Share Repurchase and other relevant laws and regulations, based on the firm confidence in the company's long-term development and high recognition of its intrinsic value, in order to effectively safeguard the interests of investors, boost market confidence, and establish a sound long-term incentive and restraint mechanism, the company has decided to use its own funds to repurchase a portion of its shares through centralized price bidding for the purpose of equity incentives. The specific implementation details of this repurchase are as follows:

I. CONSIDERATION AND IMPLEMENTATION PROCEDURES OF THE REPURCHASE PLAN

On 3 October, 2025, the 18th meeting of the Board approved the Proposal on the Repurchase of A-shares through Centralized Price Bidding.

In accordance with the Shanghai Stock Exchange Listed Companies Self-discipline Supervision Guidelines No. 7 - Share Repurchase, and Article 29 of the Articles of Association and other relevant provisions, this proposal has been approved at the Board meeting attended by more than two-thirds of the directors. The share repurchase plan shall take effect from the date of the board resolution and is not required to be submitted to the shareholders' meeting for approval.

II. Main contents of the repurchase plan

First disclosure date	9 October 2025
Execution duration the plan	Not exceeding 6 months after the board's approval
Date of the plan and initiator	Initiated by the board on 3 October 2025
Predicted repurchase amount	RMB 32.25 million to RMB 64.50 million (both are included)
Source of fund for the repurchase	Self-owned fund
Upper limit of the price	RMB 25/share
Purpose of the repurchase	<input type="checkbox"/> reduced registered capital <input checked="" type="checkbox"/> share incentive <input type="checkbox"/> safeguard the corporate value or the rights of shareholders
Way of repurchase	Centralized price bidding
Number of shares to be repurchased	1.29 million to 2.58 million shares (calculated by the upper limit of repurchased share price)
Proportion of the repurchased shares to the total share capital	0.06%~0.12%

(I) Purpose of the Share Repurchase

The Company aims to enhance its long-term incentive system and fully motivate its management team to drive sustained growth. Considering the business development prospects, operation performance, financial condition, future profitability and recent stock performance on the secondary market, the Company intends to repurchase A-shares with its self-owned funds. These shares repurchased are intended to be used for the implementation of a share incentive program.

If the repurchased shares are not used for this purpose within 36 months after the completion of the repurchase, the unused shares will be canceled following the necessary procedures.

(II) Type of the repurchased share

RMB-denominated ordinary shares (A share)

(III) Method of the share repurchase

The Company plans to repurchase its A-shares via the Shanghai Stock Exchange's trading system through centralized price bidding.

(IV) Execution duration of the share repurchase

1. The period of the Share Repurchase will be no more than six months from the date of approval by the Board of the plan of repurchase of A shares. The repurchase period expires in advance if any of the following conditions are met:

- (1) If the amount of repurchase funds utilized reaches the maximum amount during the repurchase period, the repurchase plan will be deemed completed and the repurchase period will expire in advance from that date;
- (2) If the repurchase amount or the number of repurchased shares reaches the Company's expected target within the repurchase period, the repurchase plan will be deemed completed, and the repurchase period will expire in advance from that date; or
- (3) If the Board or shareholders resolve to terminate the repurchase plan, the repurchase period shall expire in advance from the date of the resolution of the relevant decision-making body on the termination of the repurchase plan.

2. The Company shall not repurchase shares in the following periods:

- (1) From the date a significant event that may have a major impact on the trading price of the Company's securities and their derivatives occurs, or during the decision-making process, up to the date of legal disclosure;
- (2) Other circumstances stipulated by the China Securities Regulatory Commission and the stock exchanges on which the Company's shares are listed.

During the period of the Share Repurchase, if there are any changes in relevant laws, regulations or regulatory documents with respect to the above mentioned period during which the Company shall not repurchase any shares, the Company will adjust the above mentioned periods in accordance with the requirements of the latest laws, regulations or regulatory documents.

3. During the implementation of the repurchase plan, if the Company's stock is suspended for more than 10 consecutive trading days due to the planning of significant matters, the repurchase plan will be postponed and implemented after the stock resumes trading, and the relevant information will be disclosed promptly.

(V) Proposed utilization, number of shares to be repurchased, and proportion to the total share capital and total amount of funds of the Company

The total amount of funds proposed for this Share Repurchase is no less than RMB 32.25 million (inclusive) and not more than RMB 64.50 million (inclusive), to be used for share incentives. If the Company fails to use all the repurchased shares within 3 years after the announcement of the implementation results and share changes, the unused portion will be legally canceled after performing the relevant procedures. If the government adjusts the relevant policies, the Company will implement the repurchase according to the adjusted policies. The specific circumstances are as follows:

Use of the repurchase	Number of shares to be repurchased (10,000 shares)	Proportion to the total share capital (%)	Total amount of the repurchase funds (10,000 RMB)	Duration of the Share Repurchase
For share incentive	129~258	0.06~0.12	3,225-6,450	Not exceeding 6 months from the approval of the repurchase plan by the Board

It's calculated by the upper limit of RMB 25/share.

The specific total amount of funds for this repurchase, the number of repurchased shares, and the proportion to the Company's total share capital will be determined based on the actual repurchase situation at the end of the repurchase implementation period.

(VI) Repurchase price

The repurchase price will not exceed RMB 25 per share (inclusive), and the upper limit of the repurchase price will not be higher than 150% of the average trading price of the

company's A-shares in the 30 trading days before the board of directors approved the plan of the repurchase shares. The specific repurchase price will be determined by the company's management team, authorized by the board of directors, during the repurchase implementation period, in conjunction with the stock prices in the secondary market. If any rights issues, dividends, or capital reserve conversions into share capital occur during the repurchase period, the company will adjust the upper limit of the repurchase price in accordance with the relevant regulations of the China Securities Regulatory Commission and the Shanghai Stock Exchange.

(VII) The total amount and source of funds for this repurchase

The total amount of funds for this repurchase is no less than RMB 32.25million (inclusive) and not more than RMB 64.50 million (inclusive), the source of funds is the self-owned funds of the company.

(VIII)The expected changes in the Company's shareholding structure after the repurchase

Based on the lower limit of the repurchase funds of RMB 32.25 million and the upper limit of RMB 64.50 million, and calculating with the upper limit of the repurchase price of RMB 25 per share, the proposed repurchase number of shares is 1.29 million to 2.58million shares. If the repurchased shares are used for share incentives and locked up, the expected changes in the company's share structure after the repurchase are as follows:

Type of share	Before the repurchase		After the repurchase (calculated by the lower limit)		After the repurchase (calculated by the upper limit)	
	Number of shares (share)	Proportion (%)	Number of shares (share)	Proportion (%)	Number of shares (share)	Proportion (%)
Restricted shares (A share)	0	0	1,290,000	0.06	2,580,000	0.12
Unrestricted shares (A share)	1,344,275,649	64.66	1,342,985,649	64.60	1,341,695,649	64.54
Unrestricted shares (H)	734,720,000	35.34	734,720,000	35.34	734,720,000	35.34

share)						
Total shares	2,078,995,649	100	2,078,995,649	100	2,078,995,649	100

(IX) Analysis of the possible impact of the share repurchase on the Company's daily operations, finance, research and development, profitability, solvency, future development and maintenance of its listing status

According to the Chinese Accounting Standard, as of 31 December, 2024, the Company's audited total assets amounted to RMB69.513 billion, net assets attributable to shareholders of the company amounted to RMB30.291 billion, and current assets amounted to RMB 15.791 billion. Calculated based on the upper limit of the repurchase funds of RMB 64.50 million, this represents approximately 0.09%, 0.21%, and 0.41% of the company's total assets, net assets attributable to shareholders of the company, and current assets, respectively, which is a relatively low proportion.

The funds for the Share Repurchase will be financed by the Company's own internal funds. Considering the Company's financial condition, business operations, and development strategy, the implementation of this repurchase will not have a significant impact on the daily operations, finance, research and development, profitability, solvency, and future development. Additionally, it will not lead to a change in the Company's control, will not cause the Company's share distribution to fail to be in compliance with listing requirements, and will not affect the Company's listing status.

(X) Whether the directors, supervisors, senior management and the largest shareholder and its actual controller of the Company have traded the Company's shares(including A shares and H shares) within six months prior to the Board resolution on the share repurchase, whether there is any insider trading and joint market manipulation, and whether there is any plan to increase or decrease their shareholdings during the repurchase period

1. Upon written inquiry, the following directors, supervisors, and senior management of the Company purchased the Company stocks as they are positive about the performance and future prospect of the Company. The details are as follows:

Name	Position	Trading date/period	Accumulated shares bought(share)	Accumulated shares sold (share)	Balance of share as of 30, September, 2025
Li Yeqing	Director, CEO	30 April to 24 September, 2025	104,600 A shares 46,200 H shares	0	1,638,730
Liu Fengshan	Director, Vice President	8 September, 2025	53,700 H Shares	0	512,300
Ming Jinhua	Chairman of Supervisors	8 September to 12, 2025	43,500 H shares	0	209,800
Liu Weisheng	Supervisor	4 September, 2025	20,000 A shares	0	33,700

Chen Qian	Vice President, CFO	2 May to 25 September, 2025	40,000 H shares	0	250,000
Mei Xiangfu	Vice President	2 September, 2025	5,000 A shares	0	330,840
Yang Hongbing	Vice President	15 to 22 September, 2025	41,600 H shares	0	513,764
Xu Gang	Vice President	30 April, 2025	16,600 A shares	0	407,900
Wang Jiajun	Vice President	2 September, 2025	43,800 A shares	0	222,200
Ye Jiaping	Vice President, Board Secretary	30 April to 25 September, 2025	8,700 A shares 23,000 H shares	0	285,925
Lu Guobing	Vice President	22 September, 2025	34,000 H shares	0	241,300

The above purchase of Company's stocks by the director, supervisor and senior management exists no conflict of interests with the Share Repurchase plan.

Except for the aforementioned individuals, there have been no instances of buying or selling the Company's shares by other directors, supervisors, or senior management within six months prior to the Board's resolution on this repurchase plan.

2.The Company's largest shareholder and its actual controller have not engaged in the buying or selling of the Company's shares within six months prior to the Board's resolution on this repurchase plan.

3.Within six months prior to the Board's resolution on this repurchase plan, the Company's directors, supervisors, senior management, largest shareholder and its actual controller have not engaged in insider trading or market manipulation alone or in concert with others.

4. During the period of this repurchase, the company's senior management Du Ping, Mei Xiangfu, Xu Gang, Ye Jiaping and Tang Jun have plans to increase their holdings of the company's shares. Other directors, supervisors, senior management, largest shareholder, and its actual controller do not have plans to increase or decrease their holdings of the company's shares. If there are any plans to increase or decrease shareholdings in the future, the company will fulfill its information disclosure obligations in accordance with relevant regulations

(XI) Details of the Company's inquiry on whether the directors, supervisors, senior management, the largest shareholder and its actual controller and shareholders holding more than 5% of the shares have any plan to reduce the shareholdings in the Company in the next three months and the next six months

The company sent inquiry letters to the directors, supervisors, senior management, the largest shareholder and its actual controller, and shareholders holding more than 5% of

the shares on whether they have any plans to reduce their holdings in the next 3 months and the next 6 months.

As of the date of this announcement, the company's directors, supervisors, senior management, the largest shareholder and its actual controller, and shareholders holding more than 5% of the shares have no plans to reduce their holdings in the next 3 months and the next 6 months. If the aforementioned parties have any plans to implement stock reduction in the future, the company will promptly fulfill its information disclosure obligations in accordance with relevant regulations.

(XII) Relevant arrangements for cancellation or transfer of repurchased shares in accordance with the law

The shares to be repurchased by the Company will be for the implementation of the share incentive plan. If the repurchased shares are not transferred by the Company within three years from the date of the announcement on the repurchase results and changes in shares, the portion of the shares that have not been transferred will be canceled after performing relevant procedures, and the Company will fulfill its information disclosure obligations as per the specific execution.

(XIII) Relevant arrangements by the Company to prevent infringement of creditors' interests

The share repurchase will not undermine the insolvency of the Company nor affect the Company's normal operation on an on-going basis. In case of share cancellation, the Company will perform the statutory procedures such as notifying the creditors in accordance with requirements of the Company Law of the People's Republic of China and other relevant laws and regulations, so as to fully safeguard the legitimate rights and interests of the creditors.

(XIV) Specific authorization to handle the share repurchase

To ensure the process of share repurchase will be implemented in an orderly and efficient manner, the Board has authorized the management and its authorized persons to handle specific matters. The content and scope of the authorization include but are not limited to:

1. to establish a special securities account for the repurchase and other related matters;
2. to repurchase shares at an appropriate time within the repurchase period, including the specific time, price and number of shares to be repurchased;

3. to handle relevant approval procedures, including but not limited to preparing, amending, authorizing, signing and executing all necessary documents, contracts and agreements in relation to the Share Repurchase.
4. in case of changes in the policies of the regulatory authorities on share repurchase or changes in market conditions, except for matters required to be re-voted by the Board or the shareholders as stipulated in relevant laws, regulations and the Articles of Association, authorize the management of the Company to make corresponding adjustments to the specific plan of the share repurchase and other related matters;
5. to decide on whether hire agents;
6. to handle other matters not mentioned above but necessary for the Share Repurchase in accordance with applicable laws, regulations and relevant requirements of the regulatory authorities.

The above authorization shall be valid from the date of approval of the repurchase plan by the Board to the date of completion of the above authorized matters.

III. Risk of uncertainty

1. There is a risk that the funds required for the share repurchase may not be successfully secured, leading to the inability to implement the repurchase plan.
2. There is a risk that the price of the Company's shares may continuously exceed the price ceiling disclosed in the repurchase plan during the repurchase period, resulting in the repurchase plan not being implemented completely or only part of the plan being implemented;
3. There is a risk of significant events that have a material impact on the trading price of the Company's shares, or the Board deciding to terminate the repurchase plan;
4. The shares repurchased are intended for the implementation of share incentive plan. There exists a risk that the share incentive plan may not be approved by the company's decision-making body, or that the incentive recipients or grantee may choose to forgo subscribing to the shares or units, potentially leading to the inability to fully allocate the repurchased stocks.

IV. Other Matters

- (1) Establishment of a Special Purpose Account for Repurchase:

In accordance with relevant regulations, the company has established a special purpose account for share repurchase at China Securities Registration and Settlement Corporation Limited Shanghai Branch. Details of the account are as follows:

Account Holder: Huaxin Cement Co., Ltd. Special Purpose Securities Account for Repurchase

Securities Account Number: B883046232

This account is solely used for the repurchase of the company's shares.

(2) Holdings of the Top Ten Shareholders and the Top Ten Shareholders with Non-restricted Conditions:

On October 9, 2025, the company disclosed the Plan for the Repurchase of A-shares Through Centralized Price Bidding (Announcement Number: 2025-036).

The company has disclosed, in accordance with relevant regulations, within five trading days after the disclosure of the above repurchase plan, the names, number of shares held, and proportion of holdings of the top ten shareholders and the top ten shareholders with non-restricted conditions as of the day before the board of directors' announcement of the repurchase resolution (i.e., September 30, 2025). For specific details, please refer to the company's announcement titled Announcement on the Holdings of the Top Ten Shareholders and the Top Ten Shareholders with Non-restricted Conditions Before the Share Repurchase disclosed on October 10, 2025, on the website of the Shanghai Stock Exchange (www.sse.com.cn) (Announcement Number: 2025-040).

(3) Arrangements for Subsequent Information Disclosure:

The company will strictly adhere to the Rules for Share Repurchase by Listed Companies and Shanghai Stock Exchange Listed Companies Self-discipline Supervision Guidelines No. 7 - Share Repurchase and other relevant regulations issued by the China Securities Regulatory Commission. Within the repurchase period, the company will implement the repurchase in accordance with the repurchase plan and based on market conditions, and will promptly fulfill its information disclosure obligations in relation to the progress of the share repurchase matters.

Please be mindful of investment risks.

It is herewith announced.

Board of Directors of Huaxin Cement Co., Ltd

October 10, 2025