TRANSFER AGREEMENT IN RESPECT OF THE MINING RIGHTS

The Board is pleased to announce

(4) Mining Rights Consideration

The Mining Rights Consideration is RMB 4,480 million, which was the listed price of the Mining Rights submitted by Huangshi Huaxin Green Building Materials Co.,Ltd. The payment will be delivered in three tranches: first payment: 30% of the Mining Right Consideration within 10 calendar days after the contract takes effect (i.e. before 20 October 2022), which equals to RMB 1,344 million; second payment: 30% of the Mining Right Consideration within 10 calendar days after 1 year the contract takes effect, which equals to RMB 1,344 million; final payment: 40% of the Mining Right Consideration within 10 calendar days after 2 years the contract takes effect, which equals to RMB 1,792 million; Huangshi Huaxin Green Building Materials Co.,Ltd will pay with the internal resources and interest-bearing loans of financial institutions.

In assessing the fairness and reasonableness of the total consideration of the project, the Board has

IMPLICATIONS UNDER THE LISTING RULES

As one or more applicable percentage ratios (as defined in Rule 14.07 of the Listing Rules) in respect of the aggregate amount payable by Huangshi Huaxin Green Building Materials to Natural Resources Bureau of Huangshi Municipality in respect of the Mining Rights Consideration exceeds 5% and all the applicable percentage ratios are less than 25%, the transaction contemplated under the Transfer Agreement constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules and is therefore subject to the reporting and announcement requirements but is exempted from the independent approval requirement under the Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise:

	Huaxin Cement Co.,Ltd;
	has the meaning ascribed thereto under the Listing Rules;
	the Company and its subsidiaries;
Huangshi Huaxin Green Building Materials	Huangshi Huaxin Green Building Materials Co., Ltd* ( ), a company incorporated in PRC with limited liability, in which the Company holds 58.26% of its shares;
Hubei	Hubei Province of People s Republic of China;
Huangshi Municipality	Huangshi city in Hubei Province;
Huangshi Municipal Government	Huangshi People s Government;
	the Hong Kong Special Administrative Region of the PRC;

	has the meaning ascribed thereto in the section headed Agreement in respect of the Mining in this announcement;
	of China, and for the purpose of this announcement, excluding Hong Kong, the Macao Special Administrative Region and Taiwan;
	has the meaning ascribed thereto under the Listing Rules;
	Renminbi, the lawful currency of PRC;
	the mining rights transfer agreement dated 10 October 2022 which was entered into by the contracted parties in relation to the transfer of the Mining Rights by the Natural Resources Bureau of Huangshi Municipality to Huangshi Green Building Materials;
	per cent.

By order of the Board
Huaxin Cement Co., Ltd
XU Yongmo
Chairman

Wuhan, Hubei, the PRC
11 October 2022

As of the date of this announcement, the Board of Directors of the Company comprises Mr. Li Yeqing (President) and Mr. Liu Fengshan (Vice President), as executive Directors; Mr. Xu Yongmo (Chairman), Ms. Geraldine Picaud, Mr. Lo Chi Kong and Ms. Tan Then Hwee, as non-executive Directors; Mr. Wong Kun Kau, Mr. Zhang Jiping and Mr. Jiang Hong, as independent non-executive Directors.

** For identification purpose only*