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 that there is no material false, 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:

Cash dividend of 0.28 Yuan per A share; cash dividend of 0.044398 USD per B share.

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
Share	2018/6/13	2018/6/8		2018/6/22

Differentiated dividend distribution, stock distribution or astocumulationfund turning to increase capital stock: No

I. General Meeting that adopted the Profit Distribution Plan

On April 24, 2018 7 of the Company reviewed and adopted the Profit Distribution Plan 2017 of the Company.

II. Distribution Plan

1. Distribution year: 2017

2. Distribution range: All shareholders of the Company registered in Chin

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
Share	2018/6/13	2018/6/8		2018/6/22

IV. Method of dividends distribution execution

1. Methods of execution

(1) CSDC Shanghai Branch shall be entrusted to distribute the cash dividends through its capital clearing system to holders of tradable shares not subject to conditional sales who have registration records on the stock right registration date after Shanghai Stock Exchange closes and have transacted the appointed trade in member brokerages of SSE. Shareholders who have already transacted the appointed trades can withdraw the dividends in cash in the appointed securities

transacted the appointed trades shall be temporarily kept by CSDC Shanghai Branch, and the shareholders can withdrew their cash dividends on the second trading day after they transact the appointed trades.

(2) The distribution of bonus shares or capitalization of share capitals will be credited directly to the shareholders account by proportion by CSDC Shanghai Branch according to the shares registered in SSE on the registration date after SSE closes.

2. Cash dividends that will be distributed by the Company

Cash dividends for the following shareholders shall be distributed by the Company:

3. Tax deduction instructions

3.1 Cash dividends distribution for A share holders

(1)

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

the individual income tax shall not be withheld temporarily when the Company is distributing the dividends; when the individual shareholders are transferring the shares, the Clearing Corporation Company shall measure actual tax amount payable for share transfer according to the share holding period, and the amount shall be deducted and transferred by securities firm from individual accounts to clearing corporation company 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 of the month received the tax payment.

(3) For foreign individual shareholders, according to Notice on Policies in Respect of Individual Income Tax (Cai Shui Zi [1994] No. 20) issued by the Ministry of Finance, State Administration of Taxation on May 13, 1994, tax for receiving dividends and bonuses from foreign-invested enterprises can be temporarily exempted from individual income taxes, thus the distribution of cash dividends shall be 0.044398 USD/share.

V. Consultation Information

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It is herewith announced.

Board Office of Huaxin Cement Co., Ltd.

June 5, 2018