Huaxin Cement Co., Ltd.

Announcement on the Progress of Related Party Acquisition of the Cement and Related business of Holcim Zambia and Malawi

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.

I. Brief on the Related Party Transaction

On June 10, 2021, the Third Meeting of the Tenth Board of Directors of Huaxin Cement Co., Ltd (hereinafter referred to as the Company) reviewed and approved the Proposal on the Related Party Acquisition of the Cement and Related business of LH Zambia and Malawi(LafargeHolcim Ltd. altered its name into Holcim Ltd on July 1st), allowed Huaxin (Hainan) Investment Limited to be the direct buyer to acquire 24.9% and 50.1% shares of Lafarge Zambia Plc (together 75% shares) held by Financière Lafarge SAS and its wholly owned subsidiary Pan African Cement and 100% shares of Lafarge Cement Malawi Ltd held by Pan African Cement as well as potentially up to 25% public shares of Lafarge Zambia Plc with 160 million USD enterprise value(Lafarge Zambia Plc (150 million USD) and Lafarge Cement Malawi Ltd (10 million USD)). For details, please refer to the 2021-029 Announcement on the Related Party Acquisition of the Cement and Related business of Holcim Zambia and Malawi published on June 12, 2021 on China Securities Journal, Shanghai Securities Journal and Shanghai Stock Exchange website.

II. Progress of the Transaction

By November 30, 2021, 75% shares of Lafarge Zambia Plc have satisfied closing terms. Two parties have finished the closing of the transaction. Huaxin has paid the estimated payment on the closing day. Final purchase price after the closing will be subject to and finalized by the post-closing price adjustment mechanism based on Equity Acquisition Agreement.

The closing terms of 100% shares of Lafarge Cement Malawi Ltd is being implemented. The Company will disclose once the closing terms are met.

III. The impact on the company

This acquisition will add 1.5 million tons/y of cement capacity and 600, 000 tons/y of aggregate capacity in Zambia. Lafarge Zambia Plc will be consolidated into the scope of the statement.

It is herewith announced.

Board of Directors of Huaxin Cement Co., Ltd.

December 1, 2021