

## **Huaxin Cement Co., Ltd.**

### **Announcement on Approval of Medium-term Notes**

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.

The proposal on issuing medium-term notes has been approved by 2016 Annual Shareholders' General Meeting on April 20<sup>th</sup>, 2017. Investors may find further information from the 2016 Annual Shareholders' General Meeting Materials and Announcement published on China Securities Journal, Shanghai Securities Journal and Shanghai Stock Exchange website ([www.sse.com.cn](http://www.sse.com.cn)) on April 13, 2017 and April 21, 2017.

Huaxin Cement recently received the approval from National Association of Financial Market Institutional Investors of issuing medium-term notes in inner-bank market. Notification numbers of approvals are “[2018]MTN12th” and “2018MTN13th”.

1. According to “[2018]MTN12th” notification, Huaxin is approved of issuing up to 2.5 billion medium-term notes. Huaxin can issue medium-term notes in 2 years since the signature date. The medium-term notes should be underwritten by Citic Securities and China Merchants Bank.
2. According to “[2018]MTN13th” notification, Huaxin is approved of issuing up to 2 billion medium-term notes. Huaxin can issue medium-term notes in 2 years since the signature date. The medium-term notes should be underwritten by Huatai Securities and Industrial Bank.
3. The medium-term notes can be issued in one installment or separate installments. Huaxin should notify National Association of Financial Market Institutional Investors if there are material incidents. The results of issuance should be published in approved ways.

Huaxin will issue medium-term notes according to the condition of fixed-income product market and financing plan of the Company. Obligations of disclosure will be fulfilled according to relevant regulatory requirements.

It is herewith announced.

Huaxin Cement Co. Ltd.  
January 25, 2018