Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for

Introduction

The Board is pleased to announce that on 13 March 2023, the Purchaser, a wholly-owned subsidiary of the Group, and the Vendor, an Independent Third Party, entered into a Share Purchase Agreement pursuant to which the Purchaser conditionally agreed to acquire, and the Vendor conditionally agreed to sell 59.58% of issued shares of the Target Company with an estimated -1l[-1y( )-140(i)-104 740.5 Tm[ )67

Consideration

Pursuant to the Share Purchase Agreement, the initial consideration payable at completion shall be USD 193.1 million which corresponds to 59.58% of the equity value of the Target Company as at 31 December 2022.

Following completion, the final consideration will be calculated based on the actual equity value of the Target Company as at the completion date (taking into consideration cash, debt, and working capital movements as at the completion date) as well as the dividends for 2022 that will be approved at the Annual General Meeting of the Target Company on 23 March 2023. The Parties will compensate each other for any difference between the initial and the final consideration.

According to the Takeover and Acquisition Regulation issued by the Oman Capital Market Authority, the completion of the acquisition will trigger the obligation to make an offer to the remaining shareholders based on the price per share of the final consideration. If the shares offered by the minority shareholders would result in shareholding in the Target Company to exceed 75%, the

shareholding in the Target Company does not exceed 75%.

Basis of the Consideration

The initial consideratisake 6 EMC /P75( )-10(o)11(f) (en-US)>BDC BT1 0 0 1 2176.42 549.43 Tm -0.0763 Tc[re22

The Company has proven its ability to identify and realize synergies as well as to improve the performance of acquired businesses. After completion, the acquisition will bring considerable economic benefits to the Company due to the positive market outlook, the synergies identified and the optimization potential.

INFORMATION ON THE PARTIES

Financial information on the Target Company

Set out below is the audited financial information of the Target Company for the year ended 31 December 2019, 31 December 2020 and 31 December 2021, prepared in accordance with generally accepted accounting principles of the International Accounting Standards:

Unit: USD

	For financial year ended December 31		
	2019	2020	2021
Profit before tax	12,178.1	16,755.0	13,465.7
Profit after tax	10,423.1	13,461.0	11,549.6

The audited net assets of the Target Company as at 31 December 2021 were USD385 million. As at September 30, 2022, based on the unaudited financial accounts of the Target Company, the net assets of the Target Company (unaudited) were USD388 million.

LISTING RULES IMPLICATIONS

As one of the applicable percentage ratios in respect of the acquisition exceeds 5% but all the percentage ratios are less than 25% (See Article 14.07 of the Listing Rules for the definition), the acquisition constitutes a disclosable transaction of the Company under Chapter 14 of the Listing Rules and is therefore subject to the reporting and announcement requirements, but exempt from the requirement of obtaining .

The acquisition will only be completed subject to the fulfillment of the conditions precedent stated

H share	The Company issued overseas listed foreign shares with a par value of RMB 1.00 each, which are listed on the Hong Kong Stock Exchange and traded in Hong Kong dollars
HKD	Hong Kong Dollar, the lawful currency of Hong Kong
Hong Kong	the Hong Kong Special Administrative Region of the PRC
	person(s) or company(ies) who/which is (are) independent of the Company and its connected person(s)
Listing Rules	the Rules Governing the Listing of Securities on the Stock Exchange
Oman	the Sultanate of Oman
OIA	Oman Investment Authority
Parties	the Vendor and the Purchaser
Purchaser	Huaxin (Hong Kong) International Holdings Limited
Vendor	Investment Authority SPC, the wholly-owned subsidiary of Oman Investment Authority, which directly holds 59.58% of the issued shares of the Target Company
Target Company	Oman Cement Company SAOG, a cement manufacturer registered in Oman and listed on the Muscat Stock Exchange in Oman
Share Purchase Agreement or	the Share Purchase Agreement entered into between the Purchaser and the Vendor on 13 March 2023 in respect of the acquisition
Hong Kong Stock Exchange	The Stock Exchange of Hong Kong Limited
Shanghai Stock Exchange	The Stock Exchange of Shanghai Limited
PRC	announcement only, excluding Hong Kong, Macau and Taiwan
RMB	Renminbi, the lawful currency of the PRC
USD	USD, the lawful currency of the United States of America
%	Percent

By Order of the Board
Huaxin Cement Co., Ltd.