

HUAXIN BUILDING MATERIALS GROUP CO., LTD.

**Announcement on the Shareholders Holding 5% or More Shares Obtaining the
Special Loan Commitment Letter for Share Increase**

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.

Huaxin Building Materials Group Co., Ltd (the Company) published the Announcement on Increasing Shareholding by the Shareholders Holding 5% or More Shares (2026-026) on 20 August 2026. Based on its firm confidence in the Company's future development prospects and recognition of its medium-to-long-term value, and in order to boost investor confidence and enhance the Company's value, Huaxin Group Co., Ltd. (hereinafter referred to as "Huaxin Group") has decided to implement this shareholding increase. The aggregate amount of the increase shall be not less than RMB340 million and not exceeding RMB680 million, to be completed within 12 months from the date of disclosure of the aforesaid announcement on shareholding increase. The funds for the increase shall be sourced from Huaxin Group's own funds or self-raised funds.

In response to the policy tools introduced by the regulatory authorities to facilitate shareholding increases, Huaxin Group has reached a cooperation agreement with China Construction Bank Corporation Hubei Branch ("CCB Hubei Branch") and has received a loan commitment letter from CCB Hubei Branch. Pursuant to the commitment letter, CCB Hubei Branch has committed to extend to Huaxin Group a loan facility of up to RMB630 million, with a maturity not exceeding 36 months, which shall be exclusively applied towards Huaxin Group's purchase of A shares of the Company on the secondary market.

Huaxin Group will execute the shareholding increase plan at its discretion during the specific period, and will ensure that the loan is used exclusively for the stated purpose. The Company will keep track of the progress of Huaxin Group's shareholding increase and make timely disclosures as required under applicable rules.

The Company's designated disclosure media are the Shanghai Stock Exchange website (www.sse.com.cn) and China Securities Journal, and investors should refer only to information released through these channels. Investors are advised to be mindful of investment risks.

It is herewith announced.

Board of Directors of Huaxin Building Materials Group Co., Ltd.
25 August 2026