

**HUAXIN BUILDING MATERIALS GROUP CO., LTD.**

**Announcement on the Increase of Shareholding by a Major Shareholder (>5%)  
Reaching an Integer Multiple of 1% Threshold**

Huaxin Group Co., Ltd., a shareholder holding more than 5% of the shares of the Company, hereby guarantees that the information provided to the Company is true, accurate, and complete, with no material false, misleading statements, or material omissions.

The Board and all directors guarantee that the content of the announcement is in line with the information provided by the obligor of the information disclosure.

**Important Notice:**

- This change in equity interests results from a shareholder's increase in shareholding and does not trigger a mandatory tender offer.
- This change in equity interests will not lead to any change in the Company's controlling shareholder or actual controller.
- This change in equity interests is made in fulfillment of a previously disclosed shareholding change plan. For details, please refer to the Company's *Announcement on Increasing Shareholding by the Shareholders Holding 5% or More Shares with Special Loans and Self-owned Funds*, published on 24 December 2025 (Announcement No. 2025-061).

**I. Basic information of the equity interest change**

The Company received a Notification Letter on the Shareholding Increase from the shareholder Huaxin Group Co., Ltd (Huaxin Group) on February 2, 2026, knowing that Huaxin Group increased 15,468,700 A shares of the Company on a cumulative basis by centralized bidding via Shanghai Stock Exchange from January 12, 2026 to February 2, 2026, constituting 0.74% of the total shares of the Company. Specifics are as follows:

Name of investor	Number of shares before the equity interests change	Proportion in the total shares before the change (%)	Number of shares after the equity interests change	Proportion in the total shares after the change (%)	Way of equity change	Time frame of the equity change
Huaxin Group. Co., Ltd	338,060,739	16.26%	353,529,439	17.00%	Centralized bidding	January 12, 2026 to February 2, 2026

**II. Procedures Involved**

1. The above-mentioned shareholder has strictly complied with the previously disclosed shareholding increase plan and the relevant undertakings, and there are no

circumstances involving any breach of the disclosed shareholding increase plan or related commitments.

2. This change in equity interests will not result in any change in the Company's controlling shareholder or actual controller, nor will it have any impact on the Company's corporate governance structure or its ability to operate as a going concern. The Company will timely fulfill its information disclosure obligations in accordance with the shareholder's subsequent changes in shareholding.

It is herewith announced.

Board of Directors of Huaxin Building Materials Group Co., Ltd.

3 February, 2026