

Huaxin Cement Co., Ltd. Preliminary Performance Bulletin for Year 2018

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 2018 financial data listed below are just preliminarily accounted and not yet audited (confirmed) by the accounting firm. For detailed and accurate financial data, please refer to the Annual Report 2018 which will be officially disclosed after auditing.

Public investors are hereby kindly requested to notice investment risks.

I. Main Financial Data and Indicators of 2018

Unit: million Yuan

Item	This reporting period	Same period of last year	Change (%)
Total operating revenue	27,466.13	20,889.29	31.48
Operating profit	7,167.63	2,579.50	177.87
Total profit	7,131.07	2,812.03	153.59
Net profit attributable to shareholders of the Company	5,181.45	2,077.64	149.39
Net profit attributable to shareholders of the Company after extraordinary items	5,156.05	1,803.52	185.89
Basic earnings per share (Yuan/share)	3.46	1.39	148.92
Return on net assets, weighted average (%)	36.36	18.98	91.57
	Reporting period end	Beginning of the reporting period	Change (%)
Total assets	33,195.09	30,499.32	8.84
Shareholders' equity attributable to shareholders of the Company	16,672.96	11,899.80	40.11
Share capital	1,497.57	1,497.57	-
Net assets per share attributable to shareholders of the Company (Yuan)	11.13	7.95	40.00

Notes: 1. Beginning of the reporting period is the same as the end of last year legally disclosed.

2. Statistics in the above chart is formed on the consolidated statements of the Company.

II. Statement on operation results and financial status

During the reporting period, revenues of the Company experienced substantial growth mainly due to the great push of supply side reform and enforcement on environment treatment. Cutting output and de-capacity facilitated the improved relationship between supply and demand. Cement, concrete and aggregate price rose significantly over that of last year; in addition, corporate operation and management further improved; co-process and fuel alternative effectively offset the cost rise of some raw materials and fuels; thirdly, scale of both output and sale volume expanded; during the reporting period, sales volume of aggregate increased by 26% over the same period of last year and sales volume of cement and commercial clinker increased by about 3% year on year.

III. Risk warning

The 2018 financial data listed above are just preliminarily accounted and not yet audited (confirmed) by the accounting firm. For detailed and accurate financial data, please refer to the Annual Report 2018 which will be officially disclosed after auditing. Public investors are hereby kindly requested to notice investment risks.

IV. Documents for inspection

Comparable balance sheet and income statement signed and stamped by CEO of the Company/Legal Representative Mr. Li Yeqing, Principal in charge of accounting Ms. Kong Lingling and Head of Accounting Department Mr. Wu Xin.

It is herewith announced.

Board of Directors of Huaxin Cement Co. Ltd.
March 2, 2019