

Huaxin Cement Co., Ltd.
**Announcement on Forecast Growth of Operation Results for the First
Quarter of 2019**

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.

Highlights:

Performance of the first quarter of 2019 is predicted to increase by 450 million RMB to 500 million RMB, an increase of 85%-94% over the same period of last year.

I. Performance forenotice

(I) Period of performance forenotice

From January 1, 2019 to March 31, 2019.

(II) Performance forenotice

1. According to the preliminary accounting of the Financial Department of the Company, it is estimated that the net profit attributable to shareholders of the Company for the first quarter of 2019 would increase by 450-500 million RMB, up by 85% to 94% over the same period of last year (data disclosed in the periodic report according to the relevant regulations).

2. Net profit attributable to shareholders of the Company after extraordinary items would increase 450 million RMB- 500 million RMB, up by 88% to 98% over the same period of last year (data disclosed in the periodic report according to the relevant regulations).

(III) The performance prediction has not been audited by the CPA yet.

II. Performance for the same period of the previous year

1. The net profit attributable to shareholders of the Company disclosed in the First Quarter Report 2018: 530,364.4 thousand RMB. The net profit attributable to shareholders of the Company after extraordinary items: 511,995.2 thousand RMB.

2. Earnings per share: 0.35 Yuan.

III. Main reasons for the forecast increase of operation results in the reporting period

The main reason for the substantial performance growth in the reporting period is the expansion of both the scale of production and the scale of sales volume. Within the reporting period, sales volume of aggregate increased by 46% over the same period of last year, sales volume of cement and commercial clinker rose by 19% over the same period of last year. In the meantime, benefiting from government's emphasis on environmental protection and supply side structural reform, supply demand changed

and reached dynamic balance. The price of main products including cement, concrete and aggregate had no significant fluctuation compared with the same period of last year.

IV. Risks notice

There are no uncertain factors that have an impact on the accuracy of the forecast growth of operation results of the Company.

V. Other relevant explanation

The data listed above are just preliminary accounted. For detailed and accurate financial data, please refer to the First Quarter Report 2019. Public investors are hereby kindly requested to notice investment risks.

It is herewith announced.

Board of Directors of Huaxin Cement Co. Ltd.
April 10, 2019