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HUAXIN BUILDING MATERIALS GROUP CO., LTD.*
華新建材集團股份有限公司

(a joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 6655)

INSIDE INFORMATION
ANNOUNCEMENT ON THE EXCLUSIVITY AGREEMENT IN RELATION TO THE OVERSEAS ACQUISITION PROJECT

This announcement is made by Huaxin Building Materials Group Co., Ltd.* (the "**Company**", and together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Director(s)**") of the Company hereby announces that, in view of the Company's proposed acquisition of the equity interests in CSN Cimentos Brasil S.A. (the "**Target Company**") held by Companhia Siderúrgica Nacional ("**CSN**") (the "**Potential Acquisition**"), and following a competitive negotiation process, the Company and CSN entered into an exclusivity agreement on 30 October 2026 (the "**Exclusivity Agreement**"). Pursuant to the Exclusivity Agreement, CSN has granted the Company exclusive negotiation rights for a specified period, and the parties intend to continue negotiations with a view to reaching agreement on the definitive transaction documents in respect of the Potential Acquisition within a short period of time and, if agreed, proceed to arrange execution thereof.

As at the date of this announcement, the Potential Acquisition is still under negotiation and no definitive agreement has been entered into by the Group in respect of the Potential Acquisition. Therefore, the Potential Acquisition may or may not proceed.

I. Overview of the Potential Acquisition

On 31 July 2026, the 26th meeting of the 11th Board of Directors of the Company considered and approved the Proposal on the bidding Offer for CSN Cement Assets in Brazil, agreeing that the Company would issue a formal bidding offer to the seller of the Potential Acquisition in the amount approved by the Board and, if the bidding offer stage is successfully passed, authorizing management to negotiate the relevant acquisition agreements within the above price range. Following the submission of the bidding offer and subsequent negotiations between the parties, the Company and CSN entered into the Exclusivity Agreement on 30 October 2026.

II. Key Terms of the Exclusivity Agreement

The key terms of the Exclusivity Agreement are as follows:

1. Exclusivity period: 10 days from the date of signing of the Exclusivity Agreement, during which the Company and CSN will negotiate the definitive documents with a view to reaching agreement on the terms thereof and, if agreed, proceed to arrange execution of such definitive transaction documents.

2. Transaction valuation: The enterprise value of the Target Company under the Exclusivity Agreement has been determined at BRL 12.7 billion (equivalent to approximately RMB 15.868 billion at the exchange rate of BRL 0.800348 = RMB1).

3. Next steps: The parties intend to seek to reach agreement on the definitive transaction documents in the next few days and, if agreed, proceed to arrange execution thereof.

III. Impact on the Company

The signing of the Exclusivity Agreement marks significant progress in the Company's overseas mergers and acquisitions strategy. The Potential Acquisition, if implemented and completed, would further optimize the Company's global production capacity footprint and enhance its market share and core competitiveness in the South American cement business, consistent with the Company's long-term development strategy.

The proposed transaction between the Company and CSN does not constitute a connected transaction The Potential Acquisition remains subject to further negotiation and the execution of definitive transaction documents. The Company will make further announcement(s) in compliance with the Listing Rules and other applicable laws and regulations as and when appropriate.

IV. Risk Warnings

1. Approval risk: The Potential Acquisition is still subject to the signing of a definitive share transfer agreement and to the completion of overseas investment filing and/or approval procedures with the National Development and Reform Commission, the competent commerce authorities and

the State Administration of Foreign Exchange of the PRC, as well as approval by the relevant Brazilian regulatory authorities (such as the antitrust review by the Administrative Council for Economic Defence).

2. Negotiation risk: Although the Exclusivity Agreement has been signed, the terms of the definitive transaction documents remain subject to final confirmation by both parties, and there is a risk that negotiations may fail.

3. Exchange rate risk: The transaction consideration is denominated in Brazilian reais, and exchange rate fluctuations may affect the final transaction cost.

The Company will closely monitor the progress of the Potential Acquisition and will make further announcement(s) in a timely manner in compliance with the Listing Rules and other applicable laws and regulations as and when appropriate.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

By Order of the Board
HUAXIN BUILDING MATERIALS GROUP CO., LTD.*
Xu Yongmo
Chairman

Wuhan City, Hubei Province, China

30 October 2026

As of the date of this announcement, the Board of Directors of the Company comprises Mr. Li Yeqing (President), as executive Director; Mr. Xu Yongmo (Chairman), Mr. Martin Kriegner, Mr. Olivier Milhaud, Ms. Tan Then Hwee and Mr. Ming Jinhua, as non-executive Directors; Mr. Wong Kun Kau, Mr. Zhang Jiping and Mr. Jiang Hong, as independent non-executive Directors.

* *For identification purposes only*