

KraussMaffei Company Limited

Announcement on the Resolution of the 18th Meeting of the 7th Board of Directors

The Company and all members of its Board of Directors hereby confirm that all information disclosed herein is true, accurate and complete with no false or misleading statement or material omission.

The notice of the 18th meeting of the 7th Board of Directors of KraussMaffei Co., Ltd. (hereinafter referred to as "the Company") and relevant proposals were sent out by email on May 20, 2021, and the meeting was held by means of written transmission and signature on May 24, 2021. There are 9 directors who should attend the meeting and 9 directors who actually attend the meeting. The convening procedure and deliberation items of the meeting meet the requirements of the *Company Law* and other laws and regulations as well as the *Articles of Association*. The meeting is legal and effective. After careful deliberation, the directors attending the meeting voted and passed the following proposals, forming the following resolution:

1、 the "*Proposal on the Company's Outstanding Losses Reaching One Third of the Total Paid in Share Capital*" was deliberated and passed

According to the audit report of 2020 issued by PricewaterhouseCoopers Zhongtian Certified Public Accountants (special general partnership), the Company's consolidated statements on December 31, 2020 had an outstanding loss of RMB – 763,971,258, and the paid in share capital was RMB 734,237,993. The amount of outstanding loss exceeded one third of the total paid in share capital, which was accumulated from the operating results of the Company and its predecessor since 2006. For details, please refer to the *Announcement of KraussMaffei Co., Ltd. on the Outstanding Loss Reaching One Third of the Total Paid In Share Capital* (No.: 2021-015) disclosed by the Company on May 25, 2021.

This proposal needs to be submitted to the general meeting of shareholders of the Company for deliberation.

Voting results: 9 in favor, 0 against and 0 abstention.

2、 The *Proposal on Election of Directors and Appointment of Chief Financial Officer of the Company* was deliberated and passed

Approved by the Nomination Committee of the seventh Board of Directors of the Company, The Board of Directors of the Company plans to nominate Jörg Bremer as a director of the 7th Board of Directors and intends to serve as a member of the Strategic Development Committee. Nominated by Mr. Liu Tao, chairman of the Board of Directors, and reviewed by the Nomination Committee of the Board of Directors, the Company plans to employ Jörg Bremer as the chief financial officer of the Company.

For details, please refer to the *Announcement on Resignation of Directors and Chief Financial Officer, Nomination of Directors and Appointment of Chief Financial Officer of KraussMaffei Co., Ltd.* disclosed by the Company on May 25, 2021. (No.: 2021-016)

The *Proposal on the Election of Directors of the Company* still needs to be submitted to the general meeting of shareholders for deliberation in the form of cumulative voting system.

Voting results: 9 in favor, 0 against and 0 abstention.

It is hereby announced.

Board of Directors of KraussMaffei Company Limited
May 25, 2021