

KraussMaffei Company Limited

Announcement of External Guarantee Plan of the Company in 2021

The board of directors and all directors of the company guarantee that there are no false records, misleading statements or major omissions in the contents of this announcement, and bear individual and joint obligation for the authenticity, accuracy and integrity of the contents.

Important content reminders:

- As of December 31, 2020, the guarantee plan of 2021 involves 31 wholly-owned subsidiaries of the Company.
- The amount involved in this guarantee plan in 2021 is EUR 210 million (or equivalent in RMB and other foreign currencies).
- There is no counter guarantee in this guarantee.
- The Company does not have the situation of overdue external guarantee.
- The matter needs to be submitted to the Company's 2020 annual general meeting for deliberation.

1、 Overview of guarantee

(1) Guarantee

In order to ensure the capital demand, promote business development, and ensure the steady development of production and operation, as well as financing arrangements in 2021, KraussMaffei Company Limited. (Hereinafter referred to as "the Company") is expected to provide guarantees for its wholly-owned subsidiaries and mutual guarantees between wholly owned subsidiaries. The total amount of guarantees will not exceed EUR 210 million (or equivalent in RMB and other foreign currencies). The guarantee scheme is valid until the date of the 2021 annual general meeting of shareholders. Details are shown in the table below:

NO.	Guarantee companies	Guaranteed companies	Estimated guarantee amount
1	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Corporation USA	EUR 3.2759 million
2	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Technologies GmbH	EUR 3.2759 million
3	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Austria Ges. mbH	EUR 3.2759 million
4	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Group South East Asia Co., Ltd	EUR 3.2759 million
5	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Korea Ltd.	EUR 3.2759 million
6	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Group France SAS	EUR 3.2759 million
7	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Italiana S.r.l.	EUR 3.2759 million
8	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei (Schweiz) AG, Rotkreuz	EUR 3.2759 million
9	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Group UK Ltd	EUR 3.2759 million
10	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei do Brasil Ltda	EUR 3.2759 million
11	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Japan K.K.	EUR 3.2759 million
12	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Technologies, spol. sro	EUR 3.2759 million
13	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Automation GmbH	EUR 3.2759 million
14	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei de Mexico S. de R.L. de C.V	EUR 3.2759 million
15	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Technologies India Pvt Ltd	EUR 3.2759 million
16	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Group Benelux N.V.	EUR 3.2759 million
17	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei Group Italia SRL	EUR 3.2759 million
18	Krauss Maffei Group GmbH, Germany (<i>KM Group GmbH</i>)	Krauss Maffei High Performance GmbH	EUR 3.2759 million

19	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Krauss Maffei High Performance SA	EUR 3.2759 million
20	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Krauss Maffei Group Singapore Pte. Ltd	EUR 3.2759 million
21	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Krauss Maffei Group Andina S.A.S	EUR 3.2759 million
22	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Plamag GmbH	EUR 3.2759 million
23	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Krauss Maffei High Performance AG	EUR 3.2759 million
24	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Pultrex Ltd.	EUR 3.2759 million
25	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Krauss Maffei Extrusion GmbH	EUR 3.2759 million
26	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	OOO Krauss Maffei RUS	EUR 3.2759 million
27	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Burgsmüller GmbH	EUR 3.2759 million
28	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	Shanghai KraussMaffei Machinery Co., Ltd	EUR 3.2759 million
29	Krauss Maffei Group GmbH, Germany (KM Group GmbH)	KraussMaffei Machinery (China) Co., Ltd	EUR 3.2759 million
30	KraussMaffei Company Limited	KraussMaffei Machinery (China) Co., Ltd	RMB 150 million
31	KraussMaffei Company Limited	Tianhua Research and Design Institute of Chemical Machinery and Automation Co., Ltd	RMB 375 million
32	KraussMaffei Company Limited	Fujian Tianhua intelligent Co., Ltd	RMB 320 million

The above guarantee plan is based on the prediction of the current business situation. In order to meet the actual needs of the Company's production and operation, and to improve the flexibility of providing guarantee on the basis of controllable overall risk, based on the possible changes in the future, within the scope of no more than the total amount of guarantee, the guarantee plan can be adjusted and used among the above wholly-owned subsidiaries.

(2) The internal decision-making procedure of the listed company on the performance of this guarantee

On March 31, 2021, the Company held the 16th meeting of the 7th Board of Directors by means of written transmission and signature. With 9 votes in favor, 0

against and 0 abstention, the Company deliberated and passed the *Proposal on the Company's External Guarantee Plan in 2021*.

2、 Basic information of the guaranteed companies

Please refer to the appendix of this announcement for details.

3、 Opinions of the Board of Directors

The 16th meeting of the 7th Board of Directors of the Company deliberated and passed the *Proposal on the Company's External Guarantee Plan in 2021*. It is considered that the above guarantee plan is mainly required for the subsidiary companies to provide after-sales guarantee for customers in the process of selling machinery and equipment and obtain bank credit and daily operating liquidity loans. The risk of the guarantee plan is controllable, which is conducive to the stable operation of the company's production and operation and marketing, and in line with the interests of all shareholders.

The independent directors of the Company expressed their independent opinions on the guarantee plan. The external guarantee plan of the Company in 2021 is mainly for its wholly-owned subsidiaries to provide after-sales guarantee for customers in the process of selling machinery and equipment and obtain bank credit and daily operating liquidity loans, which is conducive to the stable operation of the company's production and operation and marketing. The guaranteed parties are all wholly-owned subsidiaries of the company, the Company can effectively monitor and manage the production and operation; the guarantee risk involved in the guarantee plan is controllable, and will not damage the interests of shareholders, especially small and medium shareholders.

4、 Cumulative external guarantee quantity and overdue guarantee quantity

As of December 31, 2020, the total amount of external guarantee of the Company and its holding subsidiaries is RMB 553.9291 million, accounting for 10.43% of the latest audited net assets of the Company, all of which are the guarantee of the Company to the holding subsidiaries and between the subsidiaries without overdue guarantee.

It is hereby announced.

Board of Directors of KraussMaffei Company Limited

1st April 2021

Appendix: basic information and main financial data of the guaranteed parties

In thousands of euros

Guaranteed companies	Equity ratio	Registered Address	Nature of Business	2020.12.31		
				Total assets	Total liabilities	Net profit
Krauss Maffei Corporation	Wholly owned	Newcastle	Rubber and plastic machinery production, sales, research and development	203,597.28	127,174.80	7,363.47
Krauss Maffei Technologies GmbH	Wholly owned	Munich	Rubber and plastic machinery production, sales, research and development	1,091,801.12	630,133.44	-8,685.44
Krauss Maffei Austria Ges. mbH	Wholly owned	Vienna	Rubber and plastic machinery production, sales, research and development	754.24	242.53	134.02
Krauss Maffei Group South East Asia Co., Ltd	Wholly owned	Bangkok	Rubber and plastic machinery production, sales, research and development	2,778.26	804.14	81.89
Krauss Maffei Korea Ltd.	Wholly owned	Seoul	Rubber and plastic machinery production, sales, research and development	1,091.77	1,151.15	-107.00
Krauss Maffei Group France SAS	Wholly owned	Paris	Rubber and plastic machinery production, sales, research and development	10,732.22	4,511.88	357.98
Krauss Maffei Italiana S.r.l.	Wholly owned	Milan	Rubber and plastic machinery production, sales, research and development	5,203.36	4,979.10	-30.50
Krauss Maffei (Schweiz) AG, Rotkreuz	Wholly owned	Berne	Rubber and plastic machinery production, sales, research and development	3,797.69	833.35	697.23
Krauss Maffei Group UK Ltd	Wholly owned	Warrington	Rubber and plastic machinery production, sales, research and development	6,076.56	6,736.65	468.73
Krauss Maffei do Brasil Ltda	Wholly owned	Sao Paulo	Rubber and plastic machinery production, sales, research and development	983.25	647.96	591.26
Krauss-Maffei Japan K.K.	Wholly owned	Nagoya	Rubber and plastic machinery production, sales, research and development	9,588.94	2,604.13	-492.74
Krauss Maffei Technologies, spol. sro	Wholly owned	Bragg	Rubber and plastic machinery production, sales, research and development	27,073.45	19,871.62	14.01
Krauss Maffei Automation GmbH	Wholly owned	Munich	Rubber and plastic machinery production, sales, research and development	15,759.48	8,497.10	-568.91
Krauss Maffei de Mexico S. de R.L. de C.V	Wholly owned	Santiago	Rubber and plastic machinery production, sales, research and development	17,701.27	4,552.06	3,239.82
Krauss Maffei Technologies India Pvt Ltd	Wholly owned	Cagliari	Rubber and plastic machinery production, sales, research and development	350.54	120.51	55.49

Krauss Maffei Group Benelux N.V.	Wholly owned	Waterloo	Rubber and plastic machinery production, sales, research and development	5,520.28	2,008.74	243.41
Krauss Maffei Group Italia SRL	Wholly owned	Alexandra	Rubber and plastic machinery production, sales, research and development	3,996.93	1,262.88	155.94
Krauss Maffei HighPerformance GmbH	Wholly owned	Stuttgart	Rubber and plastic machinery production, sales, research and development	2,127.71	969.07	17.10
Krauss Maffei HighPerformance SA	Wholly owned	Barcelona	Rubber and plastic machinery production, sales, research and development	4,789.32	314.04	245.91
Krauss Maffei Group Singapore Pte. Ltd	Wholly owned	Singapore	Rubber and plastic machinery production, sales, research and development	2,371.58	350.40	581.22
Krauss Maffei Group Andina S.A.S	Wholly owned	Bogota	Rubber and plastic machinery production, sales, research and development	684.63	148.74	25.12
Plamag GmbH	Wholly owned	Stratford	Rubber and plastic machinery production, sales, research and development	5,202.00	4,309.69	0.00
Krauss Maffei HighPerformance AG	Wholly owned	Vienna	Rubber and plastic machinery production, sales, research and development	198,200.02	62,075.72	-329.53
Pultrex Ltd.	Wholly owned	Aix	Rubber and plastic machinery production, sales, research and development	3,622.78	1,208.12	-42.27
Krauss Maffei Extrusion GmbH	Wholly owned	Hanover	Rubber and plastic machinery production, sales, research and development	331,384.79	129,574.67	-9,169.40
OOO Krauss Maffei RUS	Wholly owned	Moscow	Rubber and plastic machinery production, sales, research and development	2,272.97	467.00	726.25
Burgsmüller GmbH	Wholly owned	Munich	Rubber and plastic machinery production, sales, research and development	16,403.18	24,579.42	-174.51
Shanghai KraussMaffei Machinery Co., Ltd	Wholly owned	China	Mechanical sales	32,627.34	25,984.66	1,371.73
KraussMaffei Machinery (China) Co., Ltd	Wholly owned	China	Mechanical sales	105,710.86	54,774.97	10,319.16
Tianhua Research and Design Institute of chemical machinery and Automation Co., Ltd. (RMB / 10000 yuan)	Wholly owned	China	Development and application of chemical machinery and equipment	251,730.11	165,691.35	6,038.51
Fujian Tianhua intelligent Co., Ltd. (RMB / 10000 yuan)	Wholly owned	China	Chemical machinery manufacturing and sales	63,471.04	42,389.43	-610.6