

Suggestive Announcement of KraussMaffei Co., Ltd. on Free Equity Transfer of China Chemical Group Co., Ltd.

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 liabilities for the authenticity, accuracy and completeness of its contents.

Important content reminders:

- This equity change is the result of the State owned Assets Supervision and Administration Commission of the State Council (hereinafter referred to as "SASAC") transferring the entire equity of China Sinochem Group Co., Ltd. (hereinafter referred to as "Sinochem") and China National Chemical Group Co., Ltd. (hereinafter referred to as "ChemChina") to China Sinochem Holdings Co., Ltd. (hereinafter referred to as "China Sinochem") free of charge. As a result, China Sinochem indirectly acquired 74.44% of the shares of KraussMaffei Co., Ltd. (hereinafter referred to as "the Company") held or controlled by subsidiaries of ChemChina (hereinafter referred to as "the Acquisition").
- According to Article 63 of the Measures for the *Administration of the Acquisition of Listed Companies*, this Acquisition meets the circumstances of exemption from making an offer.
- After the acquisition, China Chemical Equipment Global Holdings (Hong Kong) Co., Ltd. (hereinafter referred to as "CNCE Global") as the controlling shareholder of the Company and SASAC as the actual controller of the Company have not changed.

1、 Basic information of this equity change

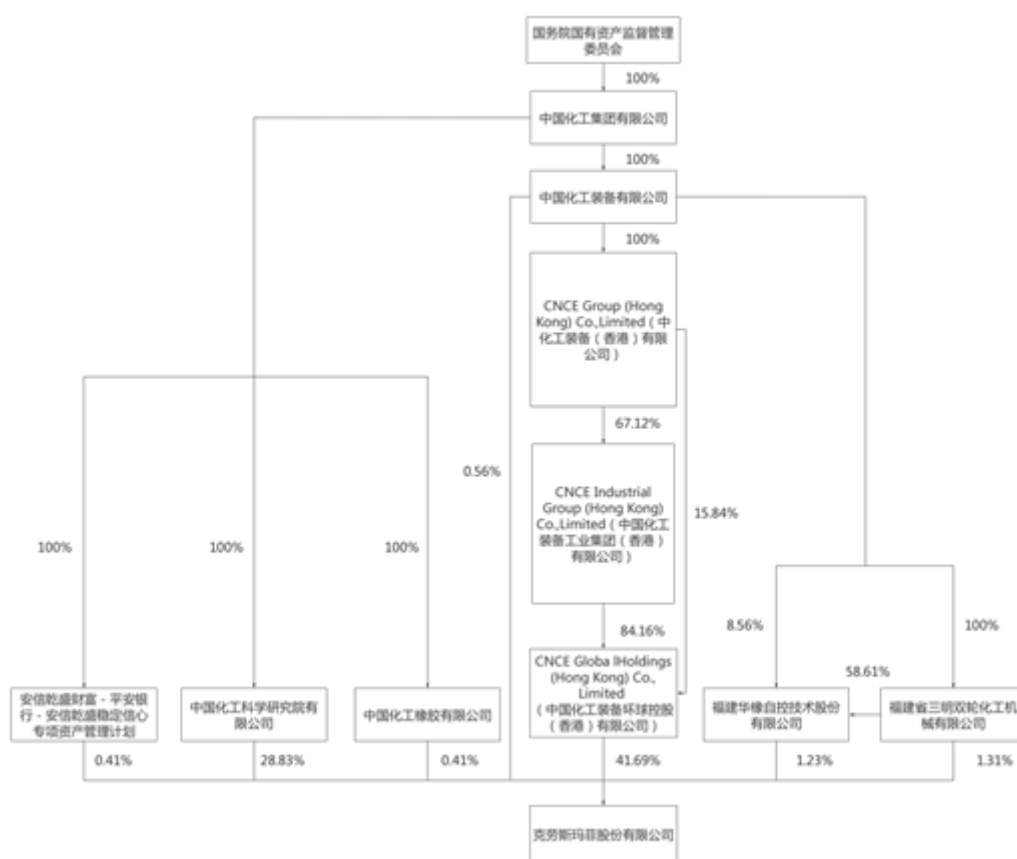
On March 31 2021, the Company received a letter from ChemChina. According to the *Notice on the Reorganization of China Sinochem Group Corporation Limited*

and China National Chemical Corporation Limited issued by the SASAC of the State Council, with the approval of the State Council, Sinochem and ChemChina implemented a joint reorganization and established a new company in which the SASAC of the State Council performed the duties of investor on behalf of the State Council, Sinochem ChemChina are included in the new company as a whole For details, please refer to the Announcement on the *Approval of the Reorganization of China Sinochem Group Co., Ltd. and China National Chemical Group Co., Ltd.* (No.: 2021-010) disclosed by the Company on the website of Shanghai Stock Exchange (www.sse.com.cn) on April 1, 2021.

On August 30 2021, the Company received the *Instructions of China Sinochem Holdings Co., Ltd. on Starting the Procedures Related to Joint Reorganization* issued by Sinochem. Sinochem decided to handle the acquisition procedures of Sinochem and listed companies affiliated to ChemChina in accordance with relevant regulations from the date of issuance of the instructions.

Before this Acquisition, Sinochem did not hold any shares in the Company; ChemChina, through its holding companies: CNCE Global, China Academy of Chemical Sciences Co., Ltd. (hereinafter referred to as "Academy of Chemical Sciences"), Fujian Sanming Shuanglun Chemical Machinery Co., Ltd. (hereinafter referred to as "Sanming Chemical Machinery"), Fujian Huayang Automatic Control Technology Co., Ltd. (hereinafter referred to as "Huayang Automatic Control"), China National Chemical Equipment Co., Ltd. (hereinafter referred to as "CNCE"), China Chemical Rubber Co., Ltd. (hereinafter referred to as "Rubber Company"), and the special asset management plan of Anxin Qiansheng wealth - Ping An Bank - Anxin Qiansheng stability and confidence (hereinafter referred to as "Anxin Qiansheng asset management plan") hold 546,575,124 shares (accounting for 74.44% of the total share capital of the Company). The controlling shareholder of the Company is CNCE Global, and the actual controller is SASAC of the State Council.

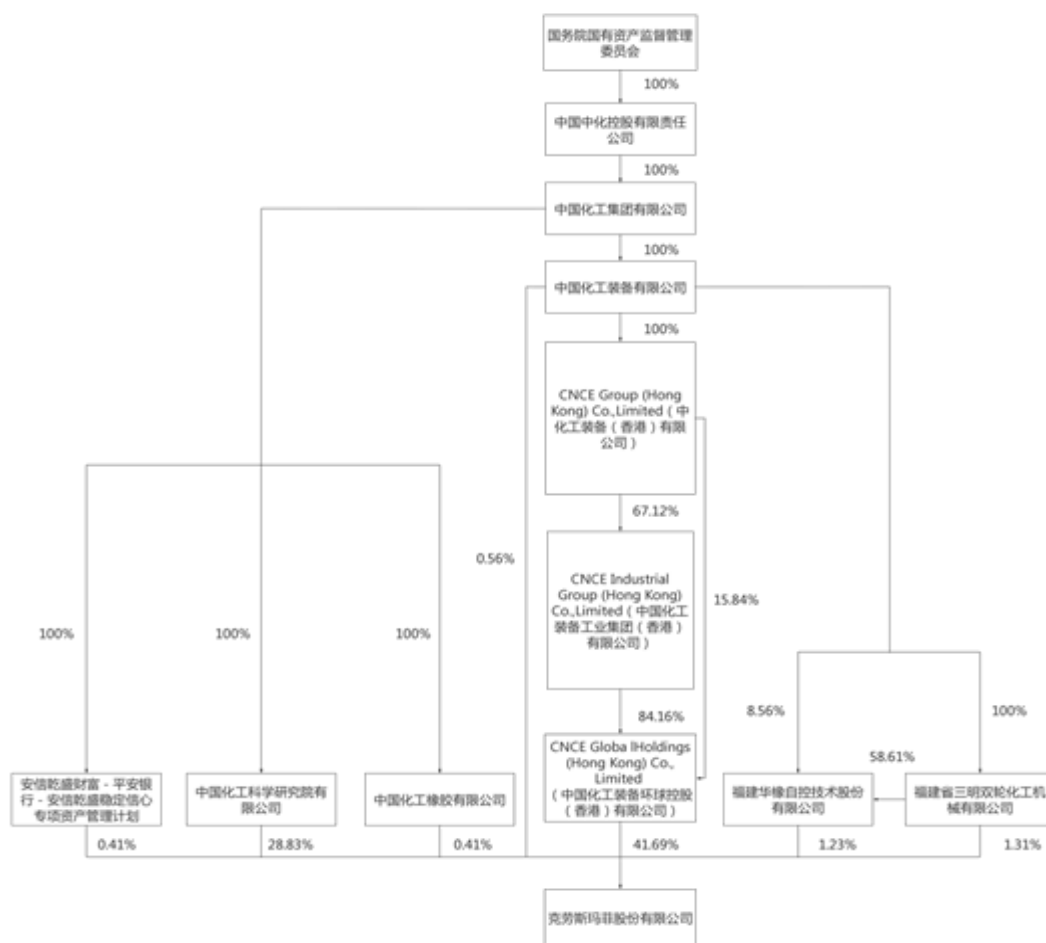
Before this Acquisition, the equity control relationship of the Company is shown in the figure below:



Note: ChemChina holds 0.41% of the Company's shares through Anxin Qiansheng asset management plan under its actual control.

China Sinochem obtained 100% equity of Sinochem and ChemChina through free transfer of state-owned equity. After the Acquisition, China Sinochem indirectly controlled 546,575,124 shares of the Company (accounting for 74.44% of the total share capital of the Company) through CNCE Global, Academy of Chemical Sciences, Sanming Chemical Machinery, Huaxiang Automatic Control, CNCE and Rubber Company, and Anxin Qiansheng asset management plan. The controlling shareholder of the Company is still CNCE Global, and the actual controller is still SASAC of the State Council.

After the acquisition, the equity control relationship of the Company is shown in the figure below:



Note: ChemChina holds 0.41% of the Company's shares through Anxin Qiansheng asset management plan under its actual control.

2、 Follow up matters involved and risk tips

For details of this equity change, please refer to the *Abstract of the Acquisition Report of KraussMaffei Co., Ltd.* disclosed by the Company on the website of Shanghai Stock Exchange (www.sse.com.cn) on the same day. The above changes in shareholders' equity involve subsequent work such as disclosure of acquisition report by information disclosure obligor and exemption from tender offer. The company will timely perform the obligation of information disclosure according to the progress.

Please invest rationally and pay attention to investment risks.

It is hereby announced.

Board of Directors of KraussMaffei Company Limited
August 31 2021