

KraussMaffei Company Limited

**Announcement on Notifying Creditors of Repurchase and
Cancellation of Shares**

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.

1、 Reasons for notifying creditors

KraussMaffei Company Limited (formerly Qingdao Huanghai Rubber Co., Ltd., hereinafter referred to as "the Company") held the 16th meeting of the seventh board of directors and the 2020 annual general meeting of shareholders on March 31, 2021 and June 29, 2021 respectively, and deliberated and adopted the *Proposal on the Proposed Implementation of Share Repurchase Instead of Dividend Commitment*. For details, please refer to the relevant announcements (Announcement No.: 2021-007, 2021-022) published on the website of Shanghai Stock Exchange (www.sse.com.cn) on April 1 and June 30, 2021. The basic information is as follows:

On October 28, 2013, the Company received the *Reply on Approving the Sale of Major Assets of Qingdao Huanghai Rubber Co., Ltd. and the Purchase of Assets by Issuing Shares to China Research Institute of Chemical Industry* (ZJXK [2013] No. 1351) issued by China Securities Regulatory Commission, and approved the Company's major asset restructuring. The restructuring plan includes: the Company sells all assets and liabilities to Zhongche Group or its designated third party, and issues shares to the Academy of Chemical Sciences to purchase 100% of the shares of Tianhua Chemical Machinery and Automation Research and Design Institute Co., Ltd. (hereinafter referred to as "Tianhua Institute"). On September 10, 2013, Tianhua Institute issued the *Commitment on Replacing Dividends by Share Repurchase*. In view of the huge outstanding losses of the listed company after the reorganization, Tianhua

Institute will repurchase shares in accordance with the *Business Guidelines for Repurchase of Shares by Listed Companies of Shanghai Stock Exchange Through Centralized Bidding Transaction (revised in 2013)* (SZGZ [2013] No. 12), The capital invested in share repurchase shall not be less than 10% of the net profit realized in the consolidated statements of the current year; On October 8, 2013, China Research Institute of Chemical Industry Co., Ltd. issued a commitment to agree to replace dividends by share repurchase after the Company's reorganization. In 2020, the net profit realized in the consolidated statements of Tianhua Institute is RMB 60,385,135.13. Therefore, the Company implements the above commitment to replace dividends by share repurchase. The amount of shares repurchased shall not be less than 10% of the net profit realized in the consolidated statements of Tianhua Institute in 2020, that is, not less than RMB 6,038,500. The price of shares to be repurchased shall not exceed RMB 7.32/share (inclusive). The specific amount of shares to be repurchased shall be subject to the actual amount of shares to be repurchased, and the share repurchase shall be completed and cancelled through the centralized bidding system of Shanghai Stock Exchange within 6 months after the proposal is considered and approved by the general meeting of shareholders.

Under the condition that the share repurchase price does not exceed 7.32 yuan / share (inclusive), calculated by the repurchase amount of 6.0385 million yuan, the number of shares repurchased is expected to be no less than 824,932 shares, accounting for about 0.11% of the total issued share capital of the Company. The specific number of shares repurchased shall be subject to the actual number of shares repurchased at the expiration of the repurchase period.

After the completion of this repurchase and cancellation, the total share capital of the Company will be reduced from 734,237,993 shares to 733,413,061 shares, and the registered capital will be reduced from 734,237,993 yuan to 733,413,061 yuan.

2、 Relevant information to be known to creditors

According to the provisions of the *Company Law* and other relevant laws and regulations, creditors of the Company shall have the right to require the company to

pay off debts or provide corresponding guarantees on the strength of valid creditor's rights documents and relevant vouchers within 30 days from the date of receiving the Company's notice or 45 days from the date of disclosure of this announcement if they do not receive the notice. If the creditor fails to exercise the above rights within the above period, the validity of its creditor's rights will not be affected. The cancellation of this repurchase will continue to be implemented in accordance with legal procedures.

Materials required for creditor's rights declaration: the creditors of the Company can declare their creditor's rights to the Company with the original and copies of contracts, agreements and other vouchers proving the existence of creditor's rights and debt relationship. If the creditor is a legal person, it shall also carry the original and copy of the duplicate of the business license of the legal person and the identity certificate of the legal representative; In addition to the above documents, the original and copy of the power of attorney of the legal representative and the agent's valid ID card shall also be carried if the declaration is entrusted to others. If the creditor is a natural person, it shall also carry the original and copy of the valid ID card; In addition to the above documents, the original and copy of the power of attorney and the agent's valid ID card shall also be carried if the declaration is entrusted to others.

The specific methods of creditor's rights declaration are as follows:

1. Place of claim declaration: KraussMaffei Co., Ltd., No. 62, North Fourth Ring West Road, Haidian District, Beijing
2. Declaration time: 9:00-11:30 and 14:00-17:00 on June 30, 2021 to August 13, 2021 (except weekends and legal holidays)
3. Contact: Securities Department
4. Tel: 010-82677897
5. Fax: 010-82676808
6. Email: IR@kraussmaffei.com

According to relevant regulations, the Company will apply to China Securities Depository and Clearing Co., Ltd. Shanghai Branch for share repurchase and

cancellation of the above matters, and will timely perform the obligation of information disclosure after the implementation is completed.

It is hereby announced.

Board of Directors of KraussMaffei Company Limited

July 1, 2021