

KraussMaffei Company Limited

Announcement on the Resolution of the 11th Meeting of the 7th Board of Supervisors

The Board of Supervisors and all supervisors 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.

The notice of the 11th meeting of the 7th Board of Supervisors of KraussMaffei Company Limited. (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 3 supervisors who should attend the meeting and 3 supervisors 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 attending supervisors voted and passed the following motion, 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: 3 in favor, 0 against and 0 abstention.

It is hereby announced.

Board of Directors of KraussMaffei Company Limited
May 25, 2021