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華潤建材科技控股有限公司

China Resources Building Materials Technology Holdings Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1313)

**SUPPLEMENTAL ANNOUNCEMENT
CONTINUING CONNECTED TRANSACTIONS
2024 IT PRODUCTS AND SERVICES FRAMEWORK AGREEMENT**

Reference is made to the announcement of China Resources Building Materials Technology Holdings Limited (the “**Company**”) dated 11 November 2024 (the “**Announcement**”) in relation to, among others, the entering into of the 2024 Framework Agreement between CR Building Materials Technology, a wholly-owned subsidiary of the Company, and CR Digital, the continuing connected transactions contemplated thereunder and its annual caps. Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless defined otherwise herein.

The Company hereby provides the following supplemental information on top of the Announcement.

SUPPLEMENTAL INFORMATION FOR ENTERING INTO 2024 FRAMEWORK AGREEMENT

The Company has formulated various management measures in place for the compliance and ongoing monitoring of continuing connected transactions. According to the contract management measures and connected transaction management measures of the Company, all agreements for connected transactions are required to complete contract approval and monitoring procedures on the Company’s designated online platform prior to execution. Among which, relevant member of the Group and/or the Supply Chain Management Office are required to obtain and compare the quotations and pricing terms of the same or similar transactions from a connected person and at least two independent third parties which are market competitors of the connected person, and to comprehensively consider various assessment criteria including the quality, diversity, reliability, demand matching level of services and products, as well as other terms such as time required for provision of services, convenience and internal control requirements. Relevant terms shall be determined through arm’s length negotiations based on the business needs of the Group, the types and scale of the procurement. The market research study report which contains such quotes and the agreements shall be reviewed and approved by the management of the relevant members of the Group, finance personnel, legal personnel and other relevant departments. Connected transactions which are not exempt from shareholders’ approval requirement under Chapter 14A of the Listing Rules shall also be tabled to the Board for consideration and approval.

The Board takes the view that the current internal control management measures for the review and monitoring of various continuing connected transactions are adequate and sufficient for the compliance with the relevant requirements under Chapter 14A of the Listing Rules.

The above internal control management measures were also applied for the renewal of agreements for continuing connected transactions between CR Building Materials Technology and CR Digital. In the second half of 2023, the Legal and Compliance Department of the Company had informed the Smart & Information Technology Department of the Company of the upcoming expiry of the 2021 Framework Agreement and the 2021 Supplemental Framework Agreement on 31 December 2023, and urged numerous times to initiate the renewal procedures prior to expiry of the aforesaid agreements. Regrettably, the 2024 Framework Agreement was not entered into before 1 January 2024. Despite repeated requests by CR Building Materials Technology, only until late July 2024 when CR Digital provided the scope and fee scale of IT Services from 2024 to 2026.

According to relevant requirements under Chapter 14A of the Listing Rules and the aforesaid policies, CR Building Materials Technology conducted research study on market price fairness of IT Services in July 2024. CR Building Materials Technology completed relevant procurement procedures such as specific procurement approval, price negotiations and procurement result approval and commenced the review and approval process of the 2024 Framework Agreement in the first half of September 2024, and the relevant process reached the Legal and Compliance Department of the Company before the National Day. Upon review the 2024 Framework Agreement and relevant market research study, the Legal and Compliance Department of the Company requested supplementing further information on the market research to adequately prove the fairness of the terms in the 2024 Framework Agreement. Within approximately one month, CR Building Materials Technology supplemented accordingly. CR Building Materials Technology completed all the review and approval procedures for the 2024 Framework Agreement in the first half of November 2024, and entered into the 2024 Framework Agreement with CR Digital on 11 November 2024. On the same day, the Company published the Announcement, in accordance with the requirements of Chapter 14A of the Listing Rules.

Due to the continuity of IT Services and their importance for the daily operation of the Group, the Group continued to use the IT Services provided by CR Digital in 2024 without any written agreement and publish the relevant announcement pending the execution of the 2024 Framework Agreement, which was not in compliance with the requirements of Rule 14A.34 and Rule 14A.35 of the Listing Rules. At all material times, the Legal and Compliance Department and the Finance Department continuously monitored the continuing connected transaction amount between the Group and CR Digital Group and reported the same to the management of the Company on a regular basis. The approximate historical amount of continuing connected transactions in respect of the IT Services was RMB31,407,000 for the eight months ended 31 August 2024, which had exceeded 0.1% for one or more applicable percentage ratios set out in Rule 14.07 of the Listing Rules and the de minimis threshold set out in Rule 14A.76 of the Listing Rules.

As remedial actions, the Legal and Compliance Department of the Company will communicate with the Legal and Compliance Department of CR Digital and other unlisted fellow subsidiaries (where applicable) by the first quarter of 2025 to suggest commencing negotiations of key terms and conditions for renewal of framework agreements at least two to three months prior to expiry date due to the Listing Rules compliance obligations of the Company. In addition, in order to further enhance the awareness of the Listing Rules compliance obligations of the Company, the Legal and Compliance Department of the Company further provided intensive training on the requirements of the Listing Rules and the Company's connected transaction management measures for all legal personnel of the Group and relevant departments of the Company including the Supply Chain Management Office and the Smart & Information Technology Department on 20 December 2024, and in that training urged relevant departments of the Company to take initiatives to commence the renewal of agreements for continuing connected transactions process as soon as practicable and enter into written agreements with connected persons prior to carrying out any connected transactions to prevent re-occurrence of similar event.

SUPPLEMENTAL INFORMATION FOR DETERMINATION OF ANNUAL CAPS

In determining the annual caps of RMB400,000,000 per annum (exclusive of tax) for the year ending 31 December 2024, the year ending 31 December 2025 and the year ending 31 December 2026, the Group comprehensively considered the following factors:

- (i) the historical transaction amounts;
- (ii) the expected scopes and scale of cooperation between the parties for the next three years;
- (iii) the expected quality level of infrastructure, services and technical support to be provided by CR Digital Group to the Group; and
- (iv) the Group's demand on the IT Services for its business development.

As disclosed in the Announcement, the historical transaction amounts increased significantly from RMB28,972,000 for the year ended 31 December 2021 to RMB127,150,000 for the year ended 31 December 2023. Based on past experience, the historical transaction amounts tended to be escalated significantly in the last quarter of the financial year following the completion of acceptance of IT projects by the end of the financial year.

The Group has strong and continuous demand on the IT Services provided by CR Digital Group, involving various ongoing IT projects, infrastructure services and technical support services. The Company continued to promote the construction of digitalization and intelligentization, was committed to promoting the transformation and upgrade of traditional industries, and used advanced technology to help improve corporate management and operational efficiency. Apart from day-to-day regular uses of IT products and services and expansion of coverage of information systems at 19 new production plants including aggregates and new materials, the Group had been deepening intelligent digital empowerment and promoting the application of mature intelligentization in production safety management system, quality management system, and system for operation and maintenance of equipment. In terms of intelligent factories, the Group contemplated to summarize and promote the experiences of advanced manufacturing of China Resources Cement (Tianyang) Limited, a wholly-owned subsidiary of the Group, which was officially awarded the "Advanced Fourth Industrial Revolution (4IR) Lighthouse" released by the World Economic Forum in December 2023 and became the first "Lighthouse Factory" in

the global building materials industry, to other cement production plants of the Group. Therefore, the Group's demand for digitalization and intelligentization products and services has been on an upward trend.

As there might be some ad hoc projects in coming years and the relevant budgets for 2025 and 2026 have not been finalized, relatively large annual caps were proposed under the 2024 Framework Agreement to cater for such higher demand and needs in advance.

Save as disclosed above, all information set out in the Announcement remains unchanged.

By order of the Board
**CHINA RESOURCES BUILDING MATERIALS
TECHNOLOGY HOLDINGS LIMITED**
JING Shiqing
Chief Executive Officer and Executive Director

Hong Kong, 23 December 2024

In this announcement, the English names of PRC entities are translations of their Chinese names and included herein for identification purpose only. In the event of any inconsistency, the Chinese names shall prevail.

As at the date of this announcement, the executive Director is Mr. JING Shiqing; the non-executive Directors are Mr. ZHU Ping, Mr. YU Shutian, Mr. ZHOU Bo and Mr. DENG Ronghui; and the independent non-executive Directors are Mr. SHEK Lai Him Abraham, Mr. NG Kam Wah Webster, Madam YAN Bilan and Mr. TANG Yi Hoi.