

KraussMaffei Company Limited

Notice on Convening 2020 Annual General Meeting of

Shareholders

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.

Important contents reminders:

- Date of general meeting of shareholders: June 29, 2021
- The online voting system adopted in this shareholders' meeting: Shanghai Stock Exchange shareholders' meeting online voting system

1、 Basic information of the meeting

(1) Types and sessions of the general meeting of shareholders

2020 Annual general meeting of shareholders

(2) Convener of general meeting of shareholders: Board of Directors

(3) Voting method: The voting method adopted in this shareholders' meeting is the combination of on-site voting and online voting

(4) Date, time and place of on-site meeting

Date and time: 14:00, June 29, 2021

Venue: conference room 807, China chemical building, 62 North Fourth Ring Road West, Haidian District, Beijing

(5) The system, start and end date and voting time of online voting.

Online voting system: Shanghai Stock Exchange shareholders' meeting online voting system

Starting and ending time of online voting: from June 29, 2021 to 29 June 2021

The online voting system of Shanghai Stock Exchange is adopted. The voting time through the voting platform of the trading system is the trading time of the day when the general meeting of shareholders is held, namely 9:15-9:25, 9:30-11:30, 13:00-15:00; The voting time through the Internet voting platform is 9:15-15:00 on the day of the general meeting of shareholders.

(6) The voting procedures of margin trading, refinancing, agreed repurchase business account and Shanghai Stock connect investors

The voting related to margin trading, refinancing business, agreed repurchase business and investors of Shanghai Stock connect shall be carried out in accordance with the *Detailed Rules for the Implementation of Online Voting at the General Meeting of Shareholders of Listed Companies of Shanghai Stock Exchange*.

(7) Involving public collection of shareholders' voting rights

Not applicable

2、Matters to be considered at the meeting

Proposals deliberated at the general meeting of shareholders and types of voting shareholders

NO.	Name of the Proposals	Types of voting shareholders
		A-share shareholders
Non-cumulative voting Proposals		
1	Proposal on the work report of the board of directors in 2020	√
2	Proposal on the work report of the board of supervisors in 2020	√
3	Proposal on the company’s financial final accounts report in 2020	√

4	Proposal on the company's 2020 annual report and its abstract	√
5	Proposal on the company's profit distribution in 2020 and the conversion of capital reserve to share capital	√
6	Proposal on changing performance commitment period of CNCE Global	√
7	Proposal on the implementation of the commitment to replace dividend by share repurchase	√
8	Proposal on the remuneration of directors of the company in 2021	√
9	Proposal on the remuneration of supervisors of the company in 2021	√
10	Proposal on the prediction of the company's daily related party transactions in 2021	√
11	Proposal on the company's external guarantee plan in 2021	√
12	Proposal on financing plan of the company in 2021	√
13	Proposal on capital expenditure plan of the company in 2021	√
14	Proposal on the company's outstanding loss reaching one third of the total paid in share capital	√
Cumulative voting Proposals		
15.00	Proposal on election of director	1 director to be elected
15.01	Jörg Bremer	√
16.00	Proposal on the election of independent director	1 independent director to be elected
16.01	Sun Lingyu	√

Note: the meeting will also hear the *Report of Independent Directors' Work in 2020*

1. Disclosure time and media of each proposal

The above proposals have been deliberated and passed at the 16th, 18th and 19th meetings of the 7th board of directors and the 9th and 11th meetings of the 7th board of supervisors of the company. For details, please refer to the company's relevant announcements on website of Shanghai Stock Exchange on April 1, May 25 and June 1, 2021 (www.sse.com.cn).

2. Special resolution: proposal 7.

3. Proposals on the separate counting of votes for small and medium investors: proposal 5, proposal 6, proposal 7, proposal 8, proposal 9, proposal 10, proposal 11, proposal 14, proposal 15, proposal 16.

4. Proposals involving avoidance of voting by affiliated shareholders: proposal 6, proposal 7 and proposal 10.

Names of affiliated shareholders who should avoid voting: CNCE Global, China Academy of Chemical Sciences Co., Ltd., CNCE, Fujian Sanming Shuanglun Chemical Machinery Co., Ltd., Fujian Huaxiang Automatic Control Technology Co., Ltd., China Chemical Rubber Co., Ltd., Anxin Qiansheng wealth-Ping An Bank-Anxin Qiansheng stable confidence special asset management plan.

5. Proposals involving voting of preferred shareholders: not applicable

3、Matters needing attention in voting at the general meeting of shareholders

(1) If the shareholders of the company exercise their voting rights through the online voting system of the general meeting of shareholders of Shanghai Stock Exchange, they can not only log in to the voting platform of the trading system (through the trading terminal of the designated securities company) for voting, but also log in to the internet voting platform (website vote.sseinfo.com) for voting. For the first time to log on to the internet voting platform for voting, investors need to complete shareholder identity authentication. Please refer to the internet voting platform website for details.

(2) Shareholders can exercise their voting rights through the online voting system of the general meeting of shareholders of Shanghai Stock Exchange. If they have multiple shareholders' accounts, they can use any shareholder's account holding shares of the company to participate in online voting. After voting, it shall be deemed that all the common shares of the same class or preferred shares of the same variety under the shareholder's account have voted for the same opinion respectively.

(3) If the number of election votes cast by a shareholder exceeds the number of election votes he has, or if the number of votes cast in the differential election exceeds the number of candidates, his vote on the proposal shall be deemed invalid.

(4) If the same voting right is repeatedly voted onsite, on the internet voting platform of the exchange or in other ways, the first voting result shall prevail.

(5) Shareholders can submit only after voting on all proposals.

(6) The cumulative voting system is adopted to elect directors, independent directors and supervisors. See Annex 2 for details.

4、Participants

(1) Shareholders of the company registered in Shanghai Branch of China Securities Depository and Clearing Co., Ltd. have the right to attend the general meeting of shareholders (see the table below for details) after the closing of the market on the date of equity registration, and may entrust an agent in writing to attend the meeting and vote. The agent need not be a shareholder of the company.

Class of shares	Stock code	Stock abbreviation	Equity registration date
A shares	600579	KMCL	2021/6/22

(2) Directors, supervisors and senior managers of the company.

(3) Lawyer employed by the company.

(4) Others.

5、Meeting registration method

In order to ensure the smooth convening of the general meeting of shareholders and reduce the time for registration before the meeting, the shareholders or their agents attending the general meeting of shareholders need to register and confirm in advance.

(1) Registration time: June 24, 2021, 9:00-11:00 a.m., 14:00-16:00 p.m.

(2) Registration address: Conference room 807, China chemical building, 62 North Fourth Ring Road West, Haidian District, Beijing.

(3) Registration method: The shareholders or their agents who intend to attend the meeting shall register the meeting at the above time and place or by fax with the following documents:

1. Natural person shareholder: original ID card and stock account card;
2. Natural person shareholder agent: original ID card of agent, copy of ID card of client, original power of attorney and original stock account card of client;
3. Legal representative of legal person shareholder: original ID card, business license of legal person shareholder (copy with official seal), original ID certificate of legal representative and original stock account card;
4. Authorized agent of legal person shareholder: original ID card of agent, business license of legal person shareholder (copy with official seal), power of attorney (signature of legal representative with official seal), original stock account card.

Note: one copy of all original documents is required. Shareholders registered by fax must bring the original documents with them and present them to the company when attending the on-site meeting.

(4) Time of attending the meeting: All registered shareholders present at the meeting before the chairman of the meeting announces the total number of shareholders and agents present at the meeting and the total number of shares with voting rights are entitled to participate in the on-site meeting of the general meeting.

6、 other matters

(1) Contact information

Address: conference room 807, China chemical building, 62 North Fourth Ring Road West, Haidian District, Beijing

Postal Code: 100080

Contact person: Zhai Feng, Yang Wei

Tel: 010-82677837

Fax: 010-82676808

(2) The meeting lasts for half a day, and the board, lodging and transportation expenses of the shareholders or their agents attending the meeting shall be borne by themselves.

It is hereby announced.

Board of Directors of KraussMaffei Co., Ltd
June 5, 2021

Annex 1: power of attorney

Annex 2: explanation of voting method for election of directors, independent directors and supervisors by cumulative voting system

Annex 1: power of attorney

Power of attorney

KraussMaffei Co., Ltd

I/We hereby entrust Mr. (Ms.) _____ to represent our company (or myself) to attend the 2020 annual general meeting of shareholders of your company on June 29, 2021, and exercise the voting right on behalf of us.

Number of common shares held by the client:

Number of preferred shares held by the client:

Account no. of the client's shareholder:

NO.	Name of non-cumulative voting proposals	agree	oppose	waiver
1	Proposal on the work report of the board of directors in 2020			
2	Proposal on the work report of the board of supervisors in 2020			
3	Proposal on the company's financial final accounts report in 2020			
4	Proposal on the company's 2020 annual report and its abstract			
5	Proposal on the company's profit distribution in 2020 and the conversion of capital reserve to share capital			
6	Proposal on changing performance commitment period of CNCE Global			
7	Proposal on the implementation of the commitment to replace dividend by share repurchase			
8	Proposal on the remuneration of directors of the company in 2021			
9	Proposal on the remuneration of supervisors of the company in 2021			
10	Proposal on the prediction of the company's daily related party transactions in 2021			
11	Proposal on the company's external guarantee plan in 2021			
12	Proposal on financing plan of the company in 2021			
13	Proposal on capital expenditure plan of the company in 2021			
14	Proposal on the company's outstanding loss reaching one third of the total paid in share capital			

NO.	Name of cumulative voting proposals	number of votes
15.00	Proposal on election of director	
15.01	Jörg Bremer	
16.00	Proposal on the election of independent director	
16.01	Sun Lingyu	

Signature of client (seal):

signature of trustee:

The ID number of the client:

the ID number of the trustee:

Date of entrustment:

Remarks:

The client shall choose one of "agree", "Oppose" or "waiver" in the power of attorney and mark "√". If the client does not give specific instructions in this power of attorney, the client has the right to vote according to his own will.

Annex 2: explanation of voting method for election of directors, independent directors and supervisors by cumulative voting system

1、 the election of candidates for directors, candidates for independent directors and candidates of the board of supervisors shall be numbered as the proposal group. Investors shall vote for each candidate under each proposal group.

2、 the number of shares declared represents the number of votes elected. For each proposal group, each shareholder holding one share shall have the total number of votes equal to the number of directors or supervisors to be elected under the proposal group. If a shareholder holds 100 shares of the listed company, 10 directors shall be elected at the general meeting and 12 candidates for directors, the shareholder shall have 1000 votes for the board of directors to elect the proposal group.

3、 the shareholders shall vote in the limit of the number of votes elected by each proposal group. Shareholders can vote according to their own wishes, either centralizing the number of votes to a candidate or voting for different candidates according to any combination. After the vote is over, the number of votes calculated for each proposal is accumulated.

4、 Example:

The cumulative voting system is adopted to re-elect the board of directors and the board of supervisors in a listed company. 5 directors shall be elected and 6 candidates for directors shall be elected; 2 independent directors shall be selected, and 3 candidates for independent directors shall be selected; 2 supervisors shall be elected, and 3 candidates for supervisors shall be selected. The following matters are to be voted on:

Cumulative voting Proposals		
4.00	Proposal on election of directors	number of votes
4.01	example: Chen××	
4.02	example: Zhao××	
4.03	example: Jiang××	
.....	
4.06	example: Song××	
5.00	Proposal on election of independent directors	number of votes
5.01	example: Zhang××	
5.02	example: Wang××	
5.03	example: Yang××	
6.00	Proposal on election of supervisors	number of votes
6.01	example: Li××	

6.02	example: Chen××	
6.03	example: Huang××	

An investor holds 100 shares of the company at the closing of the equity registration day, and adopts the cumulative voting system. He or she has 500 votes in proposal 4.00 "proposal on election of directors", 200 votes in proposal 5.00 "proposal on election of independent directors", and 200 votes in proposal 6.00 "proposal on election of supervisors".

The investor can vote on proposal 4.00 according to his own will with a limit of 500 votes. He or she can vote 500 votes for a candidate, or he or she can vote for any candidate according to any combination.

As shown in the table:

NO.	Name of Proposals	number of votes			
		Mode 1	Mode 2	Mode 3	Mode ...
4.00	Proposal on election of directors	-	-	-	-
4.01	example: Chen××	500	100	100	
4.02	example: Zhao××	0	100	50	
4.03	example: Jiang××	0	100	200	
.....	
4.06	example: Song××	0	100	50	