京城機電股份
JINGCHENG MAC

北京京城機電股份有限公司
Beijing Jingcheng Machinery Electric Company Limited

(a joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 0187)

ANNOUNCEMENT ON THE RESOLUTION PASSED AT THE FIFTEENTH EXTRAORDINARY MEETING OF THE EIGHTH SESSION OF THE BOARD OF DIRECTORS

The board directors of the Company and all members of the board warrant that this announcement does not contain any false information, misleading statement or material omission and accept joint and several responsibility for the truthfulness, accuracy and completeness of the contents herein contained.

Pursuant to the notice of board meeting dated 19 January 2016, the fifteenth extraordinary meeting of the eighth session of the board of directors of Beijing Jingcheng Machinery Electric Company Limited (the "Company") was held at the First Conference Room, No. 2 Huo Xian Nan San Road, Huo Xian Town, Tongzhou District, Beijing, the PRC on 26 January 2016. 10 out of the 11 eligible directors attended the meeting in person, Mr. Fan Yong, a director, was absent due to other business engagement and had appointed Mr. Yang Xiaohui, a director, to attend the meeting on his behalf and exercise his voting right. The supervisors and senior management members of the Company also attended the meeting. The convening of the meeting was in compliance with the applicable laws and the Articles of Association of the Company.

The meeting was presided over by Mr. Wang Jun, the Chairman of the board of directors, at which the resolution in relation to Beijing Tianhai Industry Co., Ltd., a subsidiary of the Company, waiving its right of first refusal and connected transactions under the Capital Increase Agreement of Beijing Minghui Tianhai Gas Storage and Transportation Equipment Sales Co., Ltd. was considered and approved. Mr. Wang Jun, Mr. Xia Zhonghua, Ms. Jin Chunyu and Mr. Fu Hongquan, being connected directors, abstained from voting for this resolution. The remaining 7 directors voted. The number of valid votes for the resolution was 7, with 7 affirmative votes, 0 dissenting vote, and 0 abstention vote.

This resolution shall be submitted to the general meeting for approval.

The board of directors of
Beijing Jingcheng Machinery Electric Company Limited

Beijing, the PRC
27 January 2016

As at the date of this announcement, the Board comprises Mr. Wang Jun, Mr. Chen Changge, Mr. Li Junjie and Mr. Du Yuexi as executive directors, Mr. Xia Zhonghua, Ms. Jin Chunyu and Mr. Fu Hongquan as non-executive directors and Ms. Wu Yan, Mr. Liu Ning, Mr. Yang Xiaohui and Mr. Fan Yong as independent non-executive directors.