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 EIGHTEENTH EXTRAORDINARY MEETING OF THE EIGHTH SESSION OF THE BOARD OF DIRECTORS

The board of directors of the Company and all members of the Board warrant that there are no false representations, misleading statements and material omissions in this announcement, and are severally and jointly responsible for the authenticity, accuracy and completeness of the content herein.

Pursuant to the notice of meeting dated 1 June 2016, the eighteenth extraordinary meeting of the eighth session of the board of directors (the "Board") of Beijing Jingcheng Machinery Electric Company Limited (the "Company") was held on 2 June 2016 by way of communication. All of the 11 eligible directors attended the meeting in person. The supervisors and senior management members of the Company also attended the meeting. The convening of the meeting was in compliance with the requirements of all applicable laws and the Articles of Association of the Company.

The following resolutions were considered and approved by the directors who attended the meeting:

1. The resolution on change of director and chairman of Beijing Tianhai Industry Co. Ltd., a subsidiary of the Company was considered and approved.

   In view of Mr. Chen Changge ceased to be the director and chairman of Beijing Tianhai Industry Co. Ltd. due to the change of job, Mr. Wang Jun was appointed to be the director and chairman of Beijing Tianhai Industry Co. Ltd. by the Board.

   The number of valid votes for this resolution: 11; Affirmative votes: 11; Dissenting vote: 0; Abstention vote: 0.

2. The resolution on the change of director and chairman of Jingcheng Holding (Hong Kong) Company Limited, a subsidiary of the Company was considered and approved.

   In view of Mr. Chen Changge ceased to be the director and chairman of Jingcheng Holding (Hong Kong) Company Limited due to the change of job, Mr. Li Junjie and Mr. Tan Yiqian were appointed to be the chairman and director of Jingcheng Holding (Hong Kong) Company Limited, respectively, by the Board.

   The number of valid votes for this resolution: 11; Affirmative votes: 11; Dissenting vote: 0; Abstention vote: 0.

The board of directors of
Beijing Jingcheng Machinery Electric Company Limited

Beijing, the PRC, 2 June 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.