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 TWENTY-FIRST EXTRAORDINARY MEETING OF THE EIGHTH SESSION OF THE BOARD OF DIRECTORS

The Board 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 truthfulness, accuracy and completeness of the contents herein contained.

Pursuant to the notice of meeting dated 29 December 2016, the twenty-first 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 29 December 2016 by way of telecommunication. There are 11 eligible directors attended the meeting and 11 of them attended the meeting. The supervisors and senior management 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 resolution of the entering of letter of content for the strategic cooperation between Beijing Tianhai Industry Co., Ltd., a subsidiary of the Company, and Yuecheng Senior Living Investment Company Limited, was considered and approved at the meeting.

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

The Board of
Beijing Jingcheng Machinery Electric Company Limited

Beijing, the PRC
29 December 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.