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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 RESOLUTIONS PASSED AT THE NINTH MEETING OF
THE TENTH SESSION OF THE BOARD OF DIRECTORS**

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

Pursuant to the notice of meeting dated 28 July 2022, the ninth meeting of the tenth session of the board of directors (the “**Board**”) of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) was held on 11 August 2022 by way of telecommunication. Eleven directors are eligible for attending the meeting and all eleven directors were present at the meeting. 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”.

The meeting was presided over by Mr. Wang Jun, the chairman of the Board, at which each of the following resolutions was considered and approved by the attending directors one by one:

- 1. The “Resolution in relation to the Establishment of a Designated Account for the Raised Funds and the Entering into of a Custody Agreement for the Designated Account for the Raised Funds” was considered and approved**

In order to improve the utilization efficiency of the raised funds, the Board agreed on the establishment of a designated account for the raised supporting funds from non-public issuance in accordance with the regulatory requirements of the China Securities Regulatory Commission and the Shanghai Stock Exchange in relation to the management and use of the raised funds of listed companies and the provisions of the “Administrative Measures for Funds Raised” of the Company

to conduct centralised management and use of the raised funds. The relevant designated account shall not be used to hold non-raised funds or for other purposes. The Company also entered into a custody agreement for the designated account for the raised funds with the independent financial advisers (lead underwriters), CSC Financial Co., Ltd. and Beijing Guanghai sub-branch of Hua Xia Bank Co., Limited.

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

2. The “Full text and abstract of the 2022 A Shares Interim Report and the H Shares Results Announcement of the Company” were considered and approved

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

3. The “Resolution on the Provision for Impairment of the Company in the First Half of 2022” was considered and approved

As at 30 June 2022, the provision for impairment of the Company increased by a total of RMB3,405,500 for the current period. Firstly, it was because of the increase in provision for bad debts of RMB8,060,600 for the following reasons: (1) due to the change in the scope of the consolidated financial statements, the newly acquired Qingdao BYTQ United Digital Intelligence Co., Ltd. contributed to a provision for bad debt of RMB7,182,100; (2) a provision for bad debt for the current period of RMB861,300; (3) the exchange rate difference contributed to an increase in the provision for bad debt by RMB17,200. Secondly, it was because of the decrease in the provision for inventory impairment loss of RMB4,655,100 for the following reasons: (1) the provision for inventory depreciation of RMB4,631,900 for the current period; (2) the provision for inventory amortization of RMB9,287,000 for the current period.

The Company made provision for bad debts and asset impairment according to the “Accounting Standards for Business Enterprises” enacted and published by the Ministry of Finance and the “Internal Control System Relating to Provision for Bad Debts and Asset Impairment and Loss Control” of the Company, which presented a full and fair view of the asset position of the Company.

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

4. The “Resolution in relation to the Special Report on the Deposit and Actual Use of Raised Funds in the First Half of 2022” was considered and approved

Upon review by the Board, the deposit and use of raised funds by the Company in the first half of 2022 were conducted in strict compliance with the requirements under the relevant laws and regulations. There was no non-compliance with the use of raised funds, and no alteration and disguised alteration in the use of the raised funds and no circumstances which would undermine the interests of the shareholders.

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

For and on behalf of the Board
Beijing Jingcheng Machinery Electric Company Limited
Luan Jie
Company Secretary

Beijing, the PRC
11 August 2022

As at the date of this announcement, the Board comprises Mr. Wang Jun, Mr. Li Junjie and Mr. Zhang Jiheng as executive directors, Mr. Wu Yanzhang, Mr. Xia Zhonghua, Ms. Li Chunzhi and Mr. Man Huiyong as non-executive directors and Mr. Xiong Jianhui, Mr. Zhao Xuguang, Mr. Liu Jingtai and Mr. Luan Dalong as independent non-executive directors.