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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 EIGHTH MEETING OF  
THE TENTH SESSION OF THE SUPERVISORY COMMITTEE**

**The supervisory committee and all supervisors 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.**

The eighth meeting of the tenth session of the supervisory committee of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) was held on 29 October 2020 by way of on-site meeting. The meeting was presided over by Mr. Tian Dongqiang, a supervisor. All of the three eligible supervisors attended the meeting. In compliance with the relevant requirements of the Company Law and the Articles of Association of the Company, the following resolution was considered and approved by the supervisory committee:

- 1. The resolution in relation to the election of Mr. Tian Dongqiang as the chairman of the tenth session of the supervisory committee of the Company was considered and approved.**

Mr. Tian Dongqiang was unanimously elected by all the attending supervisors as the chairman of the tenth session of the supervisory committee of the Company with a term of office from 29 October 2020 until the conclusion of the 2022 annual general meeting.

The number of valid votes for this resolution: 3; Affirmative votes: 3; Dissenting vote: 0; Abstention vote: 0.

The meeting was presided over by Mr. Tian Dongqiang, the chairman of the supervisory committee. The supervisors present at the meeting unanimously considered and approved the following resolutions:

**2. The 2020 Third Quarterly Report of the Company was considered and approved.**

The supervisory committee of the Company had prudently reviewed the Third Quarterly Report prepared by the Board of Directors in accordance with the relevant requirements of the China Securities Regulatory Commission. At the meeting, all the attending supervisors unanimously considered that:

- (1) the preparation of and the procedures for considering the Third Quarterly Report are in compliance with the laws, regulations, provisions of the Articles of Association of the Company and all stipulations of the Company's internal control system;
- (2) the content and format of the Third Quarterly Report are in compliance with all requirements of the China Securities Regulatory Commission and the stock exchange, and the information contained therein can truly reflect in all aspects the operation, management and financial position of the Company during the third quarter period;
- (3) before arriving at this opinion, no person participating in preparation and consideration of the Third Quarterly Report had been found to have acted in breach of the rules of confidentiality;
- (4) the supervisory committee agreed that the information disclosure of the Third Quarterly Report to be on schedule.

The number of valid votes for this resolution: 3; Affirmative votes: 3; Dissenting vote: 0; Abstention vote: 0.

**3. The resolution in relation to the provision for a loan of RMB25 million (twenty-five million) to Beijing Tianhai Industry Co., Ltd., a subsidiary of the Company, by Beijing Jingcheng Machinery Electric Holding Co., Ltd., the controlling shareholder, was considered and approved.**

In order to support the development of the Company, Beijing Jingcheng Machinery Electric Holding Co., Ltd. ("**Jingcheng Machinery Electric**"), the controlling shareholder of the Company, provides a loan of RMB25 million (twenty-five million) to Beijing Tianhai Industry Co., Ltd. ("**Beijing Tianhai**"), a subsidiary of the Company, for a term of one year. The loan bears interests at the one-year benchmark lending interest rate as determined by the People's Bank of China. The Company will not provide corresponding security or guarantee over such financial assistance.

As Jingcheng Machinery Electric is the controlling shareholder of the Company, and Jingcheng Machinery Electric is the connected party of the Company, according to the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange, such matter constitutes a connected transaction. According to the regulation of the Guidelines on the Shanghai Stock Exchange for the Listed Companies' Postponement of and Exemption from Information Disclosure, such financial assistance matter is not required to apply to the Shanghai Stock Exchange. Certain self-exemption conditions are met and the matter can be considered and disclosed by way of exempted-connected transaction. Details of which are set out in "Voluntary Announcement on the Financial Assistance provided by the Controlling Shareholder of the Company to the Company's Subsidiary Beijing Tianhai Industry Co., Ltd."

The number of valid votes for this resolution: 3; Affirmative votes: 3; Dissenting vote: 0; Abstention vote: 0.

**4. Resolution in relation to the amendments to the Rules of Procedure for the Supervisory Committee of the Company was considered and approved.**

In accordance with the “Guidelines for the Articles of Association of Listed Companies”, the “Model Rules of Procedures for the Supervisory Committee of Listed Companies in the Shanghai Stock Exchange” and other relevant laws and regulations, and the regulations of the “Articles of Association of Beijing Jingcheng Machinery Electric Company Limited” (2020 Revision), combined with the actual situation of the Company, in order to further improve the corporate governance system and promote the standardized operation of the Company, the Company revised the “Rules of Procedure for the Supervisory Committee”. The resolution shall be submitted to the general meeting for consideration and approval.

The number of valid votes for this resolution: 3; Affirmative votes: 3; Dissenting vote: 0; Abstention vote: 0.

*The Supervisory Committee of*  
**Beijing Jingcheng Machinery Electric Company Limited**

Beijing, the PRC  
29 October 2020

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