

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**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 RECEIPT OF DECISION OF DISAPPROVAL FOR THE  
ASSET ACQUISITION BY WAY OF SHARE ISSUANCE AND CASH PAYMENT  
AND RAISING OF SUPPORTING FUNDS FROM THE CSRC**

**The board of directors and all members of the board of directors of the Company 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.**

References are made to the circular of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) dated 19 January 2021 (the “**Circular**”), the subsequent announcements in relation to, among others things, the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds, and the announcement dated 19 May 2021 in relation to not obtaining approval for the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds from the Listed Company Merger and Reorganization Vetting Committee of the CSRC and the resumption of trading in A Shares. Unless otherwise specified, capitalized terms used herein have the same meanings as ascribed to them in the Circular.

The Company recently received the “Decision of Disapproval for the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds of Beijing Jingcheng Machinery Electric Company Limited” (Zheng Jian Xu Ke [2021] No.1879) issued by the CSRC, details of the decision are as follows:

“On 19 May 2021, the Listed Company Merger and Reorganization Vetting Committee of the CSRC (the “**MRVC**”) convened the 10th meeting of the MRVC for the year of 2021, at which the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds (the “**Proposal**”) was vetted in accordance with the laws.

The MRVC considers that, the applicant has failed to adequately disclose the continued profitability of the target assets and the reasonableness of the results projections, which is not in compliance with Article 43 of the “Administrative Measures for Material Asset Reorganizations of Listed Companies” (《上市公司重大資產重組管理辦法》).

The MRVC voted on the Proposal by way of poll at the meeting, the number of votes in favor of the Proposal has not reached 3 and the Proposal has not been approved. According to the “Company Law”, “Securities Law”, “Administrative Measures for Material Asset Reorganizations of Listed Companies” and other relevant regulations, a decision is hereby made to disapprove the application for asset acquisition by way of share issuance in accordance with the laws.

The board of directors shall resolve on whether to amend or terminate the Proposal within 10 days from the date of receipt of such decision and at the same time, shall comply with its information disclosure obligation in a timely manner in accordance with the relevant regulations.”

In accordance with the aforesaid decision of the CSRC, the Board shall carefully study the Proposal in light of the actual situation of the Company, resolve on whether to amend or terminate the Proposal within 10 days from the date of receipt of such decision, and comply with the information disclosure obligation in a timely manner in accordance with the relevant regulations. Investors are advised to pay attention to subsequent announcements of the Company and be aware of investment risks.

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

Beijing, the PRC  
9 June 2021

*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.*