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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 FIFTH MEETING OF
THE ELEVENTH SESSION OF THE BOARD OF DIRECTORS**

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 legal responsibilities for the truthfulness, accuracy and completeness of the contents herein contained.

The fifth meeting of the eleventh session of the board of directors of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) was held on 16 August 2024, 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”.

1. The resolution in relation to the “Full Text and Abstract of the 2024 A Shares Interim Report and the H Shares Results Announcement of the Company” was considered and approved

The resolution was considered and approved by the Audit Committee of the board of directors before being submitted to the board of directors for consideration.

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

2. The “Resolution on the Provision for Impairment of the Company in the First Half of 2024” was considered and approved

As at 30 June 2024, after the impairment test, the provision for impairment of the Company increased by a total of RMB2,984,500 for the current period. Firstly, it was because of the increase in the provision for bad debts of RMB585,700 for the following reasons: (1) the provision for bad debts in the current period amounted to RMB5,462,500; (2) the recovery or reversal of provision for bad debts in the current period amounted to RMB4,877,000; (3) the exchange rate difference contributed to an increase in the provision for bad debts of RMB200. Secondly, it was because of the increase in the provision for impairment of contract asset of RMB487,900. Thirdly, it was because of the increase in the provision for inventory impairment of RMB1,910,900 for the following reasons: (1) the provision for inventory impairment amounted to RMB21,853,300 for the current period; (2) the reversal of provision for inventory write-off amounted to RMB19,942,400 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.

3. The “Resolution in relation to the Special Report on the Deposit and Use of Raised Funds in the First Half of 2024” was considered and approved

Upon consideration by the Board, the deposit and use of raised funds by the Company in the first half of 2024 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.

4. The “Resolution in relation to the Internal Audit Report on the Deposit and Use of Raised Funds of the Company in the First Half of 2024” was considered and approved

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

5. The “Resolution in relation to the Application made to Tianjin Branch of Construction Bank for Bank Acceptance Notes and a Secured Working Capital Loan by Tianjin Tianhai, a subsidiary of the Company” was considered and approved

In accordance with the Overall Financing Plan of the Company for the year of 2024 and the current state of operation and capital needs of Tianjin Tianhai High Pressure Container Co., Ltd., an application was made to the Tianjin Xiqing Sub-branch of China Construction Bank Corporation for bank acceptance notes and bank loan financing secured by properties and land (the total bank credit limit will not exceed RMB36 million, of which, bank loans not exceeding RMB20 million) for the purchase of raw and auxiliary materials and equipment required for production. The terms of financing shall not exceed three years, and the loan interest rate and margin ratio shall be subject to the actual approval of the bank.

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

6. The “Resolution in relation to the Application made to Tianjin Branch of Shanghai Pudong Development Bank for Bank Acceptance Notes and a Secured Working Capital Loan by Tianjin Tianhai, a subsidiary of the Company” was considered and approved

In accordance with the Overall Financing Plan of the Company for the year of 2024 and the current state of operation and capital needs of Tianjin Tianhai High Pressure Container Co., Ltd., an application was made to the Tianjin Branch of Shanghai Pudong Development Bank Co., Ltd. for bank acceptance notes and bank loan financing secured by properties and land (the total bank credit limit will not exceed RMB22 million, of which, bank loans not exceeding RMB20 million) for the purchase of raw and auxiliary materials and equipment required for production. The terms of financing shall not exceed three years, and the loan interest rate and margin ratio shall be subject to the actual approval of the bank.

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

7. The “Resolution in relation to the Related Party Transactions between the Subsidiaries of the Company and the Subsidiaries of the Controlling Shareholder of the Company” was considered and approved

For details, please refer to the “Voluntary Announcement – Announcement in relation to the entering into of the relevant contracts and related party transactions between wholly-owned subsidiaries and related parties” disclosed on the same day. This resolution is not required to be submitted to the general meeting for consideration.

The resolution was considered and approved by the 2024 third meeting of the special meeting of independent directors of the Company, and was agreed to be submitted to the board of directors for consideration.

Mr. Li Junjie, Mr. Wu Yanzhang, Mr. Zhou Yongjun, Mr. Cheng Lei, Mr. Man Huiyong and Ms. Li Chunzhi, being connected directors, abstained from voting on this resolution. The number of valid votes for this resolution: 5; Affirmative votes: 5; Dissenting vote: 0; Abstention vote: 0.

8. The “Resolution in relation to the Entering into of the Product Sale and Purchase Framework Agreement and Related Party Transactions between Beijing Tianhai Industry Co., Ltd. and Shanghai Sunwise New Energy System Co., Ltd.” was considered and approved

For details, please refer to the “Continuing Connected Transactions – Product Sale and Purchase Framework Agreement” announcement disclosed on the same day. This resolution is not required to be submitted to the general meeting for consideration.

The resolution was considered and approved by the 2024 third meeting of the special meeting of independent directors of the Company, and was agreed to be submitted to the board of directors for consideration.

Mr. Li Junjie, Mr. Wu Yanzhang, Mr. Zhou Yongjun, Mr. Cheng Lei, Mr. Man Huiyong and Ms. Li Chunzhi, being connected directors, abstained from voting on this resolution. The number of valid votes for this resolution: 5; Affirmative votes: 5; 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
16 August 2024

As at the date of this announcement, the board of directors of the Company comprises Mr. Zhang Jiheng as executive director, Mr. Li Junjie, Mr. Wu Yanzhang, Mr. Zhou Yongjun, Mr. Cheng Lei, Mr. Man Huiyong and Ms. Li Chunzhi as non-executive directors, and Ms. Chen Junping, Mr. Zhao Xuguang, Mr. Liu Jingtai and Mr. Luan Dalong as independent non-executive directors.