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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 RESOLUTION PASSED AT THE TWENTIETH EXTRAORDINARY MEETING OF THE NINTH SESSION OF THE BOARD OF DIRECTORS

The board of directors of the Company and all members of the Board warrant that there are no false representations, misleading statement contained in, or material omissions from, this announcement, and jointly and severally accept responsibility for the truthfulness, accuracy and completeness of the contents in this announcement.

Pursuant to the notice of the meeting dated 28 February 2020, the twentieth extraordinary meeting of the ninth session of the board of directors (the “**Board**”) of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) was held on 28 February 2020 by way of telecommunication. The meeting was presided over by Mr. Wang Jun, the Chairman and all of the eleven eligible directors 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 meeting was presided over by Mr. Wang Jun, the Chairman, at which each of the following resolutions was considered and approved:

1. The resolution in relation to the amendment to the Proposal for Non-public Issuance of A Shares of the Company was considered and approved.

Pursuant to the currently effective Administration Measures on Securities Issuance of Listed Companies 《上市公司證券發行管理辦法》, the Company proposed to adjust the issue price of the Proposal for Non-public Issuance of A Shares, from “the issue price shall not be less than 90% of the average transaction price of A shares of the Company in the 20 trading days prior to the pricing benchmark date” to “the issue price shall not be less than 80% of the average transaction price of A shares of the Company in the 20 trading days prior to the pricing benchmark date”.

Mr. Wang Jun, Ms. Jin Chunyu, Mr. Wu Yanzhang, Mr. Xia Zhonghua, and Ms. Li Chunzhi, being connected directors, abstained from voting for the resolution.

The number of valid votes for this resolution: 6; Affirmative votes: 6; Dissenting vote: 0; Abstention vote: 0.

2. The resolution in relation to the Proposal for Non-public Issuance of A Shares of the Company (2nd Revision) was considered and approved.

Pursuant to the currently effective Administration Measures on Securities Issuance of Listed Companies, and taking into account the actual situation of the Company, the Company revised the present proposal for the non-public issuance of A shares.

Mr. Wang Jun, Ms. Jin Chunyu, Mr. Wu Yanzhang, Mr. Xia Zhonghua, and Ms. Li Chunzhi, being connected directors, abstained from voting for the resolution.

The number of valid votes for this resolution: 6; Affirmative votes: 6; Dissenting vote: 0; Abstention vote: 0.

3. The resolution in relation to the change in the members of the audit committee of the ninth session of the board of directors of the Company was considered and approved.

With the nomination by the nomination committee, all attending directors unanimously consented Mr. Fan Yong to be appointed as the chairman of the audit committee of the ninth session of the Board and Mr. Liu Ning as a member of the audit committee of the ninth session of the Board (please refer to Annex for the biographies) for the term commencing from 28 February 2020 until the 2019 annual general meeting. Commencing from 28 February 2020, Mr. Yang Xiaohui ceases to be the chairman and a member of the audit committee.

The independent non-executive directors of the ninth session of the board of the Company have given their independent opinions in relation to the resolution.

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
2 March 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 Ms. Wu Yan, Mr. Liu Ning, Mr. Yang Xiaohui and Mr. Fan Yong as independent non-executive directors.

Annex

Biographies

Fan Yong, Chinese, male, aged 47. He obtained a master degree from Tsinghua University. Mr. Fan worked as the head of Investment Banking Division in Qinghai Securities, deputy director of general office of Shengli Oil Field Dynamic Group Co., Ltd. (Dynamic), deputy general manager of Felsted (Beijing) Investment Co., Ltd. (佛爾斯特(北京)投資有限責任公司), general manager of Capital Investment Department of Rising Securities Co., Ltd., business director of Investment Bank Headquarters of Qilu Securities Co., Ltd., director of Investment Banking of Zhong De Securities Co., Ltd. He served as an independent nonexecutive director of the eighth session of the Board of the Company from 26 June 2014 to 26 June 2017. He is currently a founding partner of Beijing Yi Hui Jin Tong Asset Management Co., Ltd. (北京易匯金通資產管理有限公司), chairman of Shenzhen Houshi Network Technology Company Limited and an independent director of Shenzhen Fountain Corp., a listed company, and an independent non-executive director of the ninth session of the Board of Beijing Jingcheng Machinery Electric Company Limited.

Liu Ning, Chinese, male, aged 61. He obtained a bachelor of laws from China University of Political Science and Law. He was the postgraduate in international economic law of Institute for International Economics of Nankai University and a lawyer. Mr. Liu obtained his qualification of lawyer in 1984 and have been practicing as a lawyer for over twenty years, during which he had dealt with various representative cases and legal affairs, and participated in legislation and other work. Mr. Liu served as director of Tianjin Dongfang Law Office and Beijing New Era Law Firm. He served as an independent non-executive director of the eighth session of the Board of the Company from 26 June 2014 to 26 June 2017. He is currently the director and senior partner of B.J.H & New Era Law Firm (北京市公元博景泓律師事務所), member of the Economics Committee of All-China Lawyers Association, member of the Legislative Committee of the Central Committee of China Democratic League, researcher of Food and Drug Industry Development and Regulatory Research Center of Chinese Academy of Social Sciences, legislative consultant of Beijing Municipal People's Congress, member of the Eighth Committee of Chinese People's Political Consultative Conference of Haidian District of Beijing, member of Beijing Municipal Committee of China Democratic League, deputy director of the Social and Legal Affairs Committee of Beijing Municipal Committee of China Democratic League and executive member of Beijing Federation of Industry & Commerce and an independent non-executive director of the ninth session of the Board of Beijing Jingcheng Machinery Electric Company Limited.

Save as the disclosed in this announcement, the newly appointed individuals have no relationship with other directors, supervisors, senior management and substantial shareholder or controlling shareholder of the Company. They do not hold any interests in shares of the Company as defined in Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), nor do they hold directorship or supervisorship in listed companies in Hong Kong or overseas in the last three years. Save as disclosed above, in respect of the newly appointed individuals, there is no other information which is required to be disclosed pursuant to any provisions under Rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited or other matters that need to be brought to the attention of the shareholders of the Company.

As at the date of this announcement, according to the register kept under section 352 of the Securities and Futures Ordinance, the newly appointed individuals do not hold any interests or short positions in the shares, underlying shares and debentures of the Company.