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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 THIRTY FIRST MEETING OF THE NINTH 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 thirty-first meeting of the ninth session of the Supervisory Committee (the “**Supervisory Committee**”) of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) was held at the conference room of the Company on 27 March 2020. The meeting was presided over by Mr. Miao Junhong, the Chairman of the Supervisory Committee and all of the three eligible supervisors attended the meeting in person. The convening of the meeting was in compliance with the related requirements of the Company Law and the Articles of Association of the Company. The following resolutions were considered and approved by the Supervisory Committee:

1. The 2019 Supervisory Committee’s Work Report was considered and approved, and will be submitted to the 2019 annual general meeting for consideration.

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

2. The full text and abstract of the 2019 Annual Report and H Shares Results Announcement of the Company were considered and approved.

The Supervisory Committee, in accordance with the requirements of the Rules Governing the Listing of Stocks on Shanghai Stock Exchange, Rules Governing the Listing of Securities on the Hong Kong Stock Exchange, and the requirements in the Notice for How to Perform Well in relation to a Listed Company’s Disclosures in the 2019 Annual Report (《關於做好上市公司2019年年度報告披露工作的通知》) issued by the Shanghai Stock Exchange, considered seriously the 2019 Annual Report of the Company and its abstract prepared by the board of directors. The attending supervisors unanimously considered that:

- (1) The preparation and approval procedures of the Annual Report of the Company were in compliance with the relevant requirements under the applicable laws and regulations, the Articles of Association of the Company and all stipulations of the Company's internal control system;
- (2) The contents and format of the Annual Report of the Company were in compliance with the relevant requirements of China Securities Regulatory Commission and the stock exchanges, and information included therein could truly reflect from different aspects the operation, management and financial position of the Company during the year;
- (3) Prior to these opinions being given, no person involved in the preparation and consideration of the Annual Report was found to have acted in breach of confidentiality requirements in respect of the Annual Report.

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

3. The 2019 Audited Financial Report of the Company was considered and approved.

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

4. The 2019 Internal Control Assessment Report of the Company was considered and approved.

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

5. The 2019 Audit Report on Internal Control over Financial Report of the Company was considered and approved.

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

6. The 2019 Social Responsibility Report of the Company was considered and approved.

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

7. The proposal of the Company not to distribute any profit for the year 2019 was considered and approved.

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

8. The resolution on the provision for impairment of the Company in 2019 was considered and approved.

Upon review, the Supervisory Committee is not aware of any provision for impairment of assets which was in breach of relevant accounting rules or requirements; nor is there any violation of relevant laws, regulations, the Articles of Association of the Company or internal control system of the Company during the course of considering such resolution by the board of directors.

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

9. The resolution on the change of accounting policies was considered and approved.

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

10. The resolution on the general election of the Supervisory Committee was considered and approved.

The term of the ninth session of the Supervisory Committee of the Company will expire at the 2019 annual general meeting. According to the recommendations made by the controlling shareholder of the Company, the ninth session of the Supervisory Committee will nominate Mr. Miao Junhong and Mr. Li Zhe (please refer to annex for their biographies) as candidates for supervisors of the tenth session of the Supervisory Committee, and the relevant resolutions will be submitted to the 2019 annual general meeting for consideration. The proposed term of office of supervisors shall commence upon the approval at the 2019 annual general meeting and until the 2022 annual general meeting.

There shall also be one employee supervisor, to be elected by the employee representative association of the Company in accordance with statutory procedures.

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

11. The resolution on the remuneration of and written contracts to be entered into with the supervisors of the tenth Supervisory Committee of the Company was considered and approved, and will be submitted to the 2019 annual general meeting for consideration.

The supervisors are not entitled to the supervisors' remuneration, but are entitled to the remuneration based on their respective positions in the Company and subsidiaries (except for the supervisor's duties).

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
27 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 :

Biographical Details of the Supervisor Candidates:

Miao Junhong, Chinese, male, aged 54, is an on-the-job postgraduate majoring in business management of industrial economics in the Graduate School of Chinese Academy of Social Sciences. Mr. Miao had served as a plant planner of the assembly branch, deputy director, deputy secretary and secretary of youth league committee, vice factory director and factory director of the processing factory no.1, party's branch secretary general, deputy party secretary, secretary of discipline inspection commission, chairman of labour union and director of the horizontal joint office in Beijing No. 1 Machine Tool Plant(北京第一機床廠); he had served as a deputy secretary of the discipline inspection commission, director of the supervision department, deputy chairman of the labour union, secretary of the Board, director of the Party Office, director of the Board Office and director of the Board Supervision Office in Beijing Jingcheng Machinery Electric Holding Co., Ltd.; he had served as the party secretary, secretary of discipline inspection commission and chairman of the labour union in Beiyi Machine Tool Co., Ltd.; he had served as the general manager and party's branch secretary in Beijing Jingcheng Zhidi Co., Ltd. He is currently a despatched supervisor of the directors and supervisors office of Beijing Jingcheng Machinery Electric Holding Co., Ltd. and the chairman of the Supervisory Committee of the ninth session of the Supervisory Committee of Beijing Jingcheng Machinery Electric Company Limited.

Li Zhe, Chinese, male, aged 53, is an engineer with a bachelor's degree in engineering. He had served as the technician, squad leader and head of the first production division, deputy director and director of production division, assistant of general manager and deputy general manager of Beijing Tianhai Industry Co., Ltd.; he had served as the general manager and chairman of the Board of Beijing Minghui Tianhai Gas Storage Equipment Sales Co., Ltd.; he had served as the deputy party secretary and secretary of discipline inspection commission in Beijing Tianhai Industry Co., Ltd.; he had also served as the supervisor in Shanghai Tianhai High Pressure Containers Co., Ltd. and Langfang Tianhai High Pressure Containers Co., Ltd. He is currently the deputy party secretary, secretary of discipline inspection commission and chairman of labour union in Beijing Tianhai Industry Co., Ltd., a supervisor of Beijing Jingcheng Co., Ltd. (北京京城股份有限公司) and a supervisor of the Supervisory Committee of the ninth session of the Supervisory Committee of Beijing Jingcheng Machinery Electric Company Limited.

The Company will enter into service contracts with the new supervisors of the tenth session of the Supervisory Committee and details of supervisors' remuneration are set out in the resolution on the remuneration of and written contracts to be entered into with the supervisors of the tenth session of the Supervisory Committee. The proposed term of office of the supervisors of the tenth session of the Supervisory Committee of the Company shall commence upon the approval at 2019 annual general meeting and until the 2022 annual general meeting of the Company.

Save as disclosed in this announcement, Mr. Miao Junhong and Mr. Li Zhe have no relationship with other directors, supervisors, senior management, substantial shareholder or controlling shareholder of the Company. Mr. Miao Junhong and Mr. Li Zhe have no relationship with substantial shareholder or controlling shareholder of the Company.

Mr. Miao Junhong and Mr. Li Zhe 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) (the “SFO”), nor do they hold directorship or supervisorship in any other listed public companies in the last three years.

Save as disclosed above, in respect of Mr. Miao Junhong and Mr. Li Zhe, 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 nor other information 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 maintained pursuant to section 352 of the SFO, Mr. Miao Junhong and Mr. Li Zhe do not have any interest or short positions in the shares, underlying shares and debentures of the Company.