

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 IN RELATION TO COMPLETION OF
CAPITAL INJECTION INTO AN INDIRECT WHOLLY-OWNED SUBSIDIARY**

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.

Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) held the second extraordinary meeting of the tenth session of the board of directors on 30 June 2020, to consider and approve the “Resolution in relation to the Use of Raised Funds to Inject Capital into an Indirect Wholly-owned Subsidiary to Implement Investment Projects”. The funds raised from the non-public issuance of A shares of the Company, after deducting the issuance expenses, were agreed to be used for capital injection into an indirect wholly-owned subsidiary, Beijing Tianhai Industry Co., Ltd. (“**Beijing Tianhai**”). Upon completion of the capital injection, Beijing Tianhai shall remain as an indirect wholly-owned subsidiary of the Company and there is no change in its controlling shareholder. For details, please refer to the “Announcement on the Resolutions passed at the Second Extraordinary Meeting of the Tenth Session of the Board of Directors”.

Beijing Tianhai has recently completed the procedures in relation to the changes in industrial and commercial registration such as changes in registered capital and filing of Articles of Association, etc. and a new business licence has been contained. Beijing Tianhai's registered capital has increased from US\$61,401,800 to US\$90,719,500.

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

21 July 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.