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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 TENTH 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 joint and several responsibilities for the truthfulness, accuracy and completeness of the contents herein contained.

Pursuant to the notice of meeting dated 28 July 2021, the fifth meeting of the tenth session of the Board of Directors (the “**Board**”) of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) was held on 11 August 2021 by way of communication. 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 of the Company.

The meeting was presided over by Mr. Wang Jun, the chairman of the Board, at which each of the following resolutions was considered and approved one by one by the attending directors:

- 1. The full text and abstract of the 2021 A Shares Interim Report and the H Shares Results Announcement of the Company were considered and approved.**

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 2021 was considered and approved.

As at 30 June 2021, the provision for bad debts and impairment of assets of the Company increased by RMB10,244,300 for the current period, of which, the provision for bad debts was RMB3,016,800 (including reversal of RMB819,000); the provision for the impairment loss of inventories was RMB7,227,400 (including reversal of RMB2,746,600). The provision for bad debts and asset impairments for the current period decreased by RMB35,905,000, of which, write-off of bad debts was RMB1,217,200; resale of inventories was RMB34,637,400; resale of fixed assets was RMB50,400. Exchange rate difference contributed to a decrease in the provision for bad debts by RMB1,300.

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 Granting of Banking Facilities to Tianjin Tianhai, a Subsidiary of Beijing Tianhai, in Obtaining Credit Facilities by way of Security from Shanghai Pudong Development Bank and Applying for Bank Acceptance of up to RMB80 Million in Batches was considered and approved.

In accordance with the 2021 Overall Financing Plan of the Company and the current state of operation and capital needs of Tianjin Tianhai High Pressure Container Co., Ltd., application was made to Shanghai Pudong Development Bank Tianjin Branch for general credit facilities of RMB80 million with its real estate and land properties as security, and application for bank acceptance of up to RMB80 million in batches, for a term of one year, to be used for purchasing raw materials for production use. The interest rate is subject to the approval of the bank.

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 Special Report on the Deposit and Use of Raised Funds in the First Half of 2021 was considered and approved.

Upon review by the Board, the deposit and use of raised funds by the Company in the first half of 2021 were conducted in strict compliance with the relevant laws and regulations. There was no non-compliance with the use of raised funds, and no alterations and disguised alteration in the use of the Company's raised funds 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.

5. 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 2021 was considered and approved.

The number of valid votes for this resolution: 11; Affirmative votes: 11; 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
11 August 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.