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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 OF RESOLUTIONS PASSED AT THE FIRST MEETING OF
THE EIGHTH BOARD OF DIRECTORS;
RESIGNATION OF COMPANY SECRETARY;
AND CHANGE OF AUTHORIZED REPRESENTATIVES**

The board of directors of the Company and all members of the Board 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 11 June 2014, the first meeting of the eighth board of directors (the "Board") of Beijing Jingcheng Machinery Electric Company Limited (the "Company") was held at the Fourth Conference Room, 18/F, Jingcheng Machinery Electric Building, No. 59 Mansion, Dongsanhuan Road Central, Chaoyang District, Beijing on 26 June 2014. Eleven directors were eligible to attend the meeting and eleven of them attended the meeting in person. 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.

- I. The resolution of election of chairman of the eighth Board of the Company was considered and approved.

Attending directors unanimously voted for Mr. Hu Chuanzhong as chairman of the eighth Board of the Company with a term of three years from 26 June 2014 to the closing of 2016 annual general meeting (see Appendix I for biography).

The number of valid votes for the resolution was 11, with 11 affirmative votes, 0 dissenting vote, and 0 absention vote.

II. The meeting was presided over by Mr. Hu Chuanzhong, Chairman of the Company, at which the following resolutions were considered and approved:

1. The resolution related to the election of the members of special committees of the eighth Board was considered and approved.

As agreed unanimously by attending directors, Mr. Hu Chuanzhong, Ms. Wu Yan, Mr. Li Junjie, Mr. Zhou Yongjun and Mr. Xia Zhonghua were voted as the members of the Strategic Committee of the Board, with Mr. Hu Chuanzhong as the convenor; Mr. Liu Ning, Mr. Fan Yong and Mr. Li Junjie were voted as the members of the Nomination Committee, with Mr. Liu Ning as the convenor; Mr. Yang Xiaohui, Mr. Fan Yong and Ms. Chang Yun were voted as the members of the Audit Committee, with Mr. Yang Xiaohui as the convenor; Ms. Wu Yan, Mr. Liu Ning and Mr. Hu Chuanzhong were voted as the members of Remuneration and Monitoring Committee, with Ms. Wu Yan as the convenor. The term of appointment for each member of the committees is three years from 26 June 2014 to the closing of 2016 annual general meeting.

The number of valid votes for the resolution was 11, with 11 affirmative votes, 0 dissenting vote, and 0 absention vote.

2. The resolution related to the appointment of the general manager of the Company (the “General Manager”) and the secretary to the Board was considered and approved.

The Board announces that Ms. Jiao Ruifang has tendered her resignation as the secretary to the Board and the company secretary of the Company with effect from 26 June 2014 due to change of session of the Board.

Ms. Jiao has confirmed that she has no disagreement with the Board of the Company and that there is no matter relating to her resignation that needs to be brought to the attention of the shareholders of the Company or The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

As nominated by the Chairman, and approved unanimously by attending directors, Mr. Li Junjie (See Appendix I for his biographical details) was appointed as General Manager, and Ms. Jiang Chi (See Appendix I for her biographical details) was appointed as the secretary to the Board of the Company, with a term of three years from 26 June 2014 to the closing of 2016 annual general meeting.

It was approved that according to the requirements under the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange, Mr. Hu Chuanzhong, the Chairman, would act as the secretary of the Board for the matters such as information disclosure and equity management in the name of the listed company before obtaining the certificates in respect of the secretary of the Board of listed companies by Ms. Jiang Chi.

The Board has also approved that Ms. Jiang Chi to be the company secretary of the Company. The Board noted that Ms. Jiang does not have professional qualifications specified under Rule 3.28 of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”). The Company intends to recruit a qualified person with qualifications required under Rule 3.28 to assist Ms. Jiang to acquire the relevant experience to discharge her functions as a company secretary. The Company has made an application to the Stock Exchange to grant a waiver from strict compliance with the requirements under Rule 3.28 of the Listing Rules. Upon the approval of such waiver granted by the Stock Exchange, the Company will make further announcement in relation to the date of appointment of Ms. Jiang as the company secretary of the Company and other details as and when appropriate.

The board of directors of the Company would like to express their gratitude to Ms. Jiao Ruifang for her valuable contribution during her term of office as the secretary of the Board.

The number of valid votes for the resolution was 11, with 11 affirmative votes, 0 dissenting vote, and 0 absention vote.

3. The resolution related to the appointment of the deputy general manager, chief accountant and chief engineer of the Company was considered and approved.

As nominated by the General Manager, and approved unanimously by attending directors, Mr. Wu Yanzhang was appointed as deputy general managers of the Company, and Ms. Jiang Chi as chief accountant of the Company and Ms. Xie Yuemei as the chief engineer (See Appendix I for biographical details of Mr. Wu Yanzhang, Ms. Jiang Chi and Ms. Xie Yuemei), with a term of three years from 26 June 2014 to the closing of 2016 annual general meeting.

The number of valid votes for the resolution was 11, with 11 affirmative votes, 0 dissenting vote, and 0 absention vote.

The independent non-executive directors of the Company have issued their independent opinion on matters including the appointment of General Manager, secretary to the Board, deputy general manager, chief accountant and chief engineer at the first meeting of the eighth Board (see Appendix II).

The resolution on the change of authorized representatives of the Company in Hong Kong was considered and approved.

As Mr. Zhang Peiwu and Ms. Jiao Ruifang resigned as the authorized representatives in Hong Kong due to the change of session of the Board, the Board appointed Mr. Hu Chuanzhong and Ms. Jiang Chi as the authorized representatives of the Company in Hong Kong.

The number of valid votes for the resolution was 11, with 11 affirmative votes, 0 dissenting vote, and 0 absention vote.

The Board of Directors
Beijing Jingcheng Machinery Electric Company Limited

26 June 2014

As at the date of this announcement, the Board of the Company comprises Mr. Hu Chuanzhong, Mr. Li Junjie, Mr. Wu Yanzhang and Ms. Jiang Chi as executive directors, Mr. Zhou Yongjun, Ms. Chang Yun and Mr. Xia Zhonghua as non-executive directors and Ms. Wu Yan, Mr. Liu Ning, Mr. Yang Xiaohui, Mr. Fan Yong as independent non-executive directors.

BIOGRAPHICAL DETAILS OF THE CHAIRMAN AND SENIOR MANAGEMENT

- (1) Hu Chuanzhong, Chinese, male, aged 44. He obtained a bachelor degree in mechanical engineering from Tsinghua University and an EMBA from the University of Texas at Arlington, US. He is a senior engineer. Mr. Hu was a technician, assistant engineer, deputy director, director, vice president of engineering, deputy manager of technical quality department, and deputy general manager of Tianhai Industry Co., Ltd. He was also the chairman of Tianjin Tianhai High Pressure Containers Co., Ltd. He is currently the general manager, director and party secretary of Beijing Tianhai Industry Co., Ltd, director and general manager of Jingcheng Holding (Hong Kong) Company Limited as well as the director of Tianjin Tianhai High Pressure Containers Co., Ltd. and Langfang Tianhai High Pressure Containers Co., Ltd. He was appointed as the general manager of the Company on 31 October 2013 and was appointed as the director of seventh board of directors of the Company on 16 December 2013 and the director of eighth board of directors of the Company on 26 June 2014.
- (2) Li Junjie, Chinese, male, aged 36. He obtained a bachelor degree in industrial economics from Taiyuan Heavy Machinery Institute and an EMBA degree from Guanghua School of Management of Peking University. He was an accountant of finance department, salesman of marketing department and deputy manager of human resources department in Beijing Tianhai Industry Co., Ltd. He is currently the deputy party secretary and deputy general manager of Beijing Tianhai Industry Co., Ltd. He was appointed as deputy general manager of the Company on 31 October 2013 and director of seventh board of directors of the Company on 16 December 2013 and the director of eighth board of directors of the Company on 26 June 2014.
- (3) Wu Yanzhang, Chinese, male, aged 49. He obtained a bachelor's degree in Machinery Manufacturing Management at Hefei University of Technology and EMBA at China Europe International Business School. Mr. Wu served as the dispatcher of the production department, the deputy department head, assistant to factory head and the director of office of Beijing No. 1 Machine Tool Plant (北京第一機床廠), the Sino General Manager of OKUMA-BYJC (Beijing) Machine Tool Co. Ltd (北一大隈公司), the director of Communications Office, the director of office, the head of Legal Department, the head of Non-financial Corporate Management Department and the head of Asset Management Department of Beijing Jingcheng Machinery Electric Holding Co., Ltd. He is currently the director and the general manager of Jingcheng Compressor Co., Ltd. He was appointed as the deputy general manager and director of the seventh board of directors of the Company on 5 November 2013 and 16 December 2013 respectively, and he was appointed as the director of the eighth board of directors of the Company on 26 June 2014.

- (4) Jiang Chi, Chinese, female, aged 38, graduated from Beijing Technology and Business University with a degree in Economics. Ms. Jiang is a senior accountant and worked in Beijing Double Crane Pharmaceutical Co., Ltd. as the accountant, Century Industry Investment Co., Ltd. as financial officer, China National Pharmaceutical Group Corporation as assistant to financial manager, Huayi Pharmaceutical Co. Ltd. as financial manager, Beijing Jingcheng Mechanical & Electrical Holding Co., Ltd. as budget financial officer and deputy head of Financial Planning Department. Ms. Jiang has served Beiren Printing Machinery Holdings Limited (which is the Company before change of name) since October 2011 and has been appointed as the director and chief accountant. At present, Ms. Jiang is the director, deputy general manager and chief legal counsel of Beijing Tianhai Industry Co., Ltd., the director and financial controller of Beijing Jingcheng Compressor Co., Ltd. and the director and financial controller of Jingcheng Holding (Hong Kong) Company Limited. She was appointed as the director of the eighth board of directors of the Company on 26 June 2014.
- (5) Xie Yuemei, Chinese, female, aged 55. She is the Chief Engineer. She graduated with a bachelor's degree in Engineering (with specialization in Mechanical Engineering). She served as a senior engineer. Ms. Xie served as a technician responsible for institutional product design at Beijing High Pressure Gas Cylinder Factory (北京高壓氣瓶廠), the deputy head of Technology Section and the head of Technology Department of Beijing Tianhai Industrial Co., Ltd. (北京天海工業有限公司) as well as the chief engineer and the head of Technology and Quality Department and the quality assurance engineer of Containers Company (容器公司). She is the Chief Engineer of Beijing Tianhai Industrial Co., Ltd. She was appointed as the chief engineer of the Company on 5 November 2013.

Save as disclosed above, the Chairman and senior management of the Company referred in Appendix I are not connected with other directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company. They do not hold any share interest of the Company as defined in Part XV of the Securities and Futures Ordinance. Also, they did not hold any positions as the Chairman and senior management in any other listed companies in Hong Kong or overseas in last three years.

In respect of the above personnel, save as disclosed above, 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, and there is no other matter which needs to be brought to the attention of the shareholders.

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

INDEPENDENT OPINION

Pursuant to the Guiding Opinions Regarding the Establishment of Systems of Independent Directors by Listed Companies (《關於在上市公司建立獨立董事制度的指導意見》), we, as the independent non-executive directors of the eighth Board of Directors of Beijing Jingcheng Machinery Electric Company Limited, based on independent judgment, hereby issue our independent opinion on matters including the appointment of General Manager, Secretary to the Board of Directors, Deputy General Manager, Chief Accountant and Chief Engineer at the first meeting of the eighth Board of Directors as follow:

1. After reviewing the biographies, performance records and other relevant materials of Mr. Hu Chuanzhong, Mr. Li Junjie, Mr. Wu Yanzhang, Ms. Jiang Chi and Ms. Xie Yuemei as provided by the Company before the meeting, we have not discovered any one of them who has the situations specified in Section 146 of the Company Law, nor are they prohibited from entry into the market by China Securities Regulatory Commission, or experiencing a prohibition not yet expired. They are legally qualified for the senior management appointment.
2. The nomination process and the appointment approval process of the above mentioned personnel are in compliance with relevant provisions of the Company Law and the Articles of Association of the Company. The senior management are engaged under legal nomination manner and appointment process.
3. Based on our knowledge, we are of the view that each of Mr. Hu Chuanzhong, Mr. Li Junjie, Mr. Wu Yanzhang, Ms. Jiang Chi and Ms. Xie Yuemei has adequate academic background, professional experience and physical condition, will be able to meet the requirements of their respective duties in the Company, and will benefit the normal operation of the Company.

Independent non-executive directors: Wu Yan, Liu Ning, Yang Xiaohui, Fan Yong

Beijing, PRC
26 June 2014