京城機電股份
JINGCHENG MAC

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 PERFORMANCE OF UNDERTAKING BY THE COMPANY AND RELATED PARTIES

The board of directors of the Company (the "Board") 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 relevant requirements of the "Supervision Guidelines for Listed Company No. 4 – The Undertaking and Performance of the Beneficial Controllers, Shareholders, Connected Parties, Acquirers and the Listed Company" (the "Guideline No.4") of the China Securities Regulatory Commission and the "Notice on the Improvement of the Undertaking and Performance work of the Beneficial Controllers, Shareholders, Connected parties, Acquirers and the Listed Company" (Jing Zheng Jian Fa [2014] No 35) (the "Notice No.35") of Beijing Securities Regulatory Bureau, we hereby announce below the undertaking matters performed by Beijing Jingcheng Machinery Electric Company Limited (the "Company") and its beneficial controllers, shareholders, connected parties and acquirers (the "related parties"):

As at the date of this announcement, the undertaking matters have passed the performance deadlines but the Company and the related parties have regulated the undertaking matters in accordance with the relevant requirements under Guideline No.4 and Notice No. 35 (see Appendix for more details).

Definitions of terms in the Appendix	
Beiren Holdings	Beiren Printing Machinery Holdings Limited, the name of the Company before change of name
Jingcheng Holding	Beijing Jingcheng Machinery Electric Holding Co., Ltd, the controlling shareholder of the Company
Tianhai Industrial	Beijing Tianhai Industry Co., Ltd., a subsidiary of the Company
Jingcheng Compressor or Jingcheng Environmental Protection	Beijing Jingcheng Compressor Co., Ltd., a subsidiary of the Company, previously known as Beijing Jingcheng Environmental Protection Development Co., Ltd. before change of name

The board of directors of
Beijing Jingcheng Machinery Electric Company Limited

30 June 2014

As at the date of this announcement, the Board 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 and Mr. Fan Yong as independent non-executive directors.

UNDERTAKING MATTERS WHICH HAVE PASSED THE PERFORMANCE DEADLINE AND NOT YET PERFORMED BUT BEING REGULATED IN ACCORDANCE WITH GUIDELINE NO.4 AND NOTICE NO.35					
Undertaking matters not yet completed	**Undertaking party**	**Heading**	**Contents of the undertaking**	**Deadline for completion of the undertaking**	**Status of performance to date**
Undertaking related to the Material Asset Reorganisation	Controlling shareholder	Additional undertaking by Beijing Jingcheng Machinery Electric Holding Co., Ltd. regarding the ownership issue for the Incoming Assets	Jingcheng Holding undertakes: "The company will urge Tianhai Industrial and Jingcheng Compressor to strictly perform their undertaking, and finish the handling of the real estate ownership certificates before 31 December 2013. At the same time, in order to guarantee the fairness of the value of these Incoming Assets, the company undertakes it will bear all the expenses incurred during the process of handling the above real estate properties with defects. If the ownership issue of the above real estate properties with defects cannot be resolved as scheduled, resulting in losses to the Beiren Holdings after this Material Asset Reorganisation, the Company will promptly make full compensation in cash to the Beiren Holdings after this Material Asset Reorganisation."	2013-12-31	At present, the ownership issue of the real estate properties with defects has been settled by Tianhai Industrial, and active handling of the relevant ownership certificates are in process by Jingcheng Compressor; the Company has regulated the undertaking which has passed the performance deadline but not yet performed in accordance with Guideline No.4 and Notice No.35. The relevant measures are now being implemented. The resolution on the proposed disposal of the 100% equity interest in Beijing Jingcheng Compressor Co., Ltd. by the Company by way of public tender was passed on the 2013 annual general meeting of the Company held on 26 June 2014. Jingcheng Holding intends to participate in the bidding process of public tender. The Company and Jingcheng Holding have entered into the Asset Transaction Agreement with conditions. After the completion of such disposal, the Company will no longer hold the equity interests in Jingcheng Compressor.
	Incoming Assets (Jingcheng Compressor)	Supplemental undertaking by Beijing Jingcheng Compressor Co., Ltd. regarding the resolution of real estate defects of the company	In respect of the total of 5 counts of real estate defects of Jingcheng Compressor, it undertakes: "The company undertakes to finish the handling of everything before 31 December 2013."	2013-12-31	At present, active handling of the relevant ownership certificates are in progress by Jingcheng Compressor; the Company has regulated the undertaking which has passed the performance deadline but not yet performed in accordance with Guideline No.4 and Notice No.35. The relevant measures are now being implemented. The resolution on the proposed disposal of the 100% equity interest in Beijing Jingcheng Compressor Co., Ltd. by the Company by way of public tender was passed on the 2013 annual general meeting of the Company held on 26 June 2014. Jingcheng Holding intends to participate in the bidding process of public tender. The Company and Jingcheng Holding have entered into the Asset Transaction Agreement with conditions. After the completion of such disposal, the Company will no longer hold the equity interests in Jingcheng Compressor.