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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 OF RESOLUTIONS PASSED AT THE THIRD MEETING OF THE EIGHTH 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 third meeting of the eighth session of the Supervisory Committee of Beijing Jingcheng Machinery Electric Company Limited (the "Company") was held at the Company's Conference Room on 30 October 2014. All of the three eligible supervisors attended the meeting in person. The convening of the meeting was in compliance with the Company Law of the People's Republic of China and the articles of association of the Company. Resolutions were considered and unanimously approved as follows:

1. Full text of the 2014 Third Quarterly Report of the Company and its summary were considered and approved.

   The Supervisory Committee reviewed the 2014 Third Quarterly Report prepared by the board of directors of the Company, and issued its opinion as follows:

   (1) The preparation of the Third Quarterly Report and the procedures for considering the Third Quarterly Report are in compliance with the laws, regulations, provisions of the articles of association of the Company and all stipulations of the Company's internal control system;

   (2) The content and format of the Third Quarterly Report are in compliance with all requirements of China Securities Regulatory Commission and the stock exchange, the information contained therein can truly reflect the operation, management and financial position of the Company during the reporting period;

(3) Before arriving at this opinion, no person participating in preparation and consideration of the Third Quarterly Report had been found to have acted in breach of the rules of confidentiality;

(4) The Supervisory Committee has agreed that the information disclosure obligation in the Third Quarterly Report is on schedule.

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

2. The resolution on the application of the newly formulated or amended Accounting Standards for Business Enterprises of the Ministry of Finance was considered and approved.

   The Company has begun to apply the newly formulated or amended Accounting Standards for Business Enterprises since 1 July 2014. Except for Accounting Standards for Business Enterprises No.9 – Employee Remunerations, other new accounting standards had no impact on the consolidated financial statements of the Company and did not involve any adjustment to the amounts at the beginning of the period.

   As post-employment benefits provided to employees are in the scope of defined benefit plan of Accounting Standards for Business Enterprises No.9 – Employee Remunerations. Therefore, the Supervisory Committee agreed to the supplemental disclosure of the specific effects of such standard on the Company will be made in the "Annual Report of the Company for the year 2014" after the Company appoints professional institutions to perform measurement on defined benefit plan.

   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, 30 October 2014

As at the date of this announcement, the board of directors 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 Mr. Wu Yan, Mr. Liu Ning, Mr. Yang Xiaohui and Mr. Fan Yong as independent non-executive directors.