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 FIFTH MEETING OF THE EIGHTH SESSION OF THE BOARD OF DIRECTORS

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 board meeting dated 14 October 2015, the fifth meeting of the eighth session of the board of Beijing Jingcheng Machinery Electric Company Limited (the "Company") was held at the first conference room, No. 2 Huo Xian Nan San Road, Huo Xian Town, Tongzhou District, Beijing, on 29 October 2015. All of the 8 eligible directors 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 applicable laws and the Articles of Association of the Company.

The meeting was presided over by Mr. Li Junjie, the acting chairman of the Board, at which the following resolution was considered and approved:

1. **2015 Third Quarterly Report of the Company was considered and approved.**

   Number of valid votes for this resolution: 8; affirmative votes: 8; dissenting vote: 0; abstention vote: 0.

2. **The resolution in relation to the provision for impairment of the Company for July to September 2015 was considered and approved.**

Based on the balance of accounts receivable and actual age of accounts and actual usage of assets as of 30 September 2015 upon physical stock take, analysis and audit, assets impairment provision of RMB10,789,900 were made by the Company for July to September 2015 in accordance with the requirements for bad debt provision and assets impairment provision under Corporate Accounting Standard issued by the Ministry of Finance and the Internal Control System on Bad Debt Provision and Assets Impairment Provision and Loss Treatment of the Company.

Number of valid votes for this resolution: 8; affirmative votes: 8; dissenting vote: 0; abstention vote: 0.

The board of directors of
Beijing Jingcheng Machinery Electric Company Limited

Beijing, the PRC, 29 October 2015

As at the date of this announcement, the board of directors of the Company comprises Mr. Li Junjie as executive director, Mr. Xia Zhonghua, Ms. Jin Chunyu and Mr. Fu Hongquan as non-executive directors and Ms. Wu Yan, Mr. Liu Ning, Mr. Yang Xiaohui and Mr. Fan Yong as independent non-executive directors.