

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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 OBTAINING APPROVAL
FOR THE ASSET ACQUISITION BY WAY OF SHARE ISSUANCE AND CASH
PAYMENT AND RAISING OF SUPPORTING FUNDS FROM THE CSRC**

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.

References are made to the circular of Beijing Jingcheng Machinery Electric Company Limited (the “**Company**”) dated 19 January 2021 (the “**Circular**”) and the subsequent announcements and the circular dated 7 February 2022 in relation to, among others, the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds. Unless stated otherwise, capitalised terms used herein shall have the same meanings as those defined in the Circular.

The Company received from the CSRC the “Approval for the Asset Acquisition by way of Share Issuance and Raising of Supporting Funds by Beijing Jingcheng Machinery and Electric Company Limited to Li Hong and Others” (Zheng Jian Xu Ke 2022 No.586) on 24 March 2022, the contents of which are announced as follows:

1. Approval of the issue of 19,099,566 shares to Li Hong, 6,540,785 shares to Zhao Qing, 5,405,865 shares to Yang Ping, 4,686,960 shares to Qingdao Eternal Economic Information Consulting Co., Ltd., 4,039,404 shares to Wang Xiaohui, 2,015,123 shares to Xia Tao, 2,015,123 shares to Wang Huadong, 806,048 shares to Qian Yuyan, 589,423 shares to Xiao Zhonghai, 526,269 shares to Xiu Jun, 378,913 shares to Fu Dun and 377,835 shares to Chen Zhengyan to purchase the relevant assets.
2. Approval of the issue of shares by the Company to raise supporting funds not exceeding RMB158,966,100.

3. The Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds by the Company shall be conducted in strict accordance with the proposal and relevant application documents submitted to this Commission.
4. The Company shall comply with the information disclosure obligations in a timely manner in accordance with the relevant regulations.
5. The Company shall complete the relevant procedures for the issue of shares in accordance with the relevant regulations.
6. This approval shall be valid for 12 months from the date of issuance.
7. In the course of implementation, the Company shall report to this Commission in a timely manner if there is any material matter required to be disclosed by law or regulation or if there is any material problem.

The Board of the Company will, in accordance with the relevant laws and regulations and the requirements of the above-mentioned approval documents, and in accordance with the authorization by the general meeting held by the Company on 24 February 2022, expedite the matters relating to the Asset Acquisition by way of Share Issuance and Cash Payment and Raising of Supporting Funds, and fulfill the information disclosure obligations in a timely manner according to the implementation progress. Investors are advised to pay attention to the relevant announcements of the Company and be aware of the investment risks.

For and on behalf of the Board
Beijing Jingcheng Machinery Electric Company Limited
Luan Jie
Company Secretary

Beijing, the PRC
24 March 2022

As at the date of this announcement, the Board comprises Mr. Wang Jun, Mr. Li Junjie and Mr. Zhang Jiheng as executive directors, Mr. Wu Yanzhang, Mr. Xia Zhonghua, Ms. Li Chunzhi and Mr. Man Huiyong as non-executive directors and Mr. Xiong Jianhui, Mr. Zhao Xuguang, Mr. Liu Jingtai and Mr. Luan Dalong as independent non-executive directors.