

Announcement of debt reconstruction and related trade of Wafangdian Bearing Company Limited

Our company, the whole members of the board of directors and top managements ensured the truth, accuracy, completeness, no false record, misleading statement and fatal omit of the announcement.

I. Overview of debt reconstruction

i. Wafangdian Bearing Company Limited(Hereinafter referred to as "the company") for the 6th session of 7th BOD reviewed its full-year 2017 company daily business nature of the debt restructuring matters.During this period,the company signed a "debt restructuring agreement"with more suppliers,including Zhangjiakou New Century Rubber Products Co. LTD.,through friendly consultation,this part supplier agreed to the nature of the debt owed to our company's day-to-day operations to make concessions,the business makes the company's debt restructuring gains of 5,304,472.04 Yuan.

ii.The company has no debt restructuring loss in 2017.

The business above will affect the profit in 2017 with 5,304,472.04.

iii.Because Wazhou Group Bearing Equipment Engineering technology limited company and another two suppliers are the wholly-owned subsidiaries or sharing company of WBGC, , thus this trade composes related transaction.

iv This trade has been reviewed and unanimously passed by the 6th session of 7th BOD. The related director Mr.Meng Wei, Mr. Sun Maolin, Mr.Zhao Yang, Mr.Zhang Xinghai, ,Mr.Chen Jiajun, Mrs Sun Najuan avoid from the related issues, and the unrelated director, discussed and unanimously passed the proposal. The independent directors show independent opinion on this proposal.

v. According to the Shenzhen Stock Exchange "Listing Rules" of Article 9.3 (five): "trading profits of listed companies accounted for the most recent fiscal year audited more than 50% of the net profit, the provisions and the absolute amount of more than 5 million Yuan need should be submitted to the general meeting , the" debt restructuring "which should not be submitted to the general meeting of the deal" and do not constitute a major asset restructuring "management measures" provisions of a major reorganization of listed companies.

II. Introduction on the object

The company's daily production management to cope with the payment for goods suppliers.

III.The effect to WBC

The debt restructuring of the company in 2017 is beneficial to the operation of the company, which will not damages minority shareholder's interests.

IV.independent opinion

The company had explained the agreement content to independent directors, each of them agree with the proposal and sign the independent opinion paper.

V.The documents for future reference

1. Wafangdian Bearing Co., Ltd Resolutions of Board of Directors.
2. The independent director independent opinion.
3. Wafangdian Bearing Co., Ltd Resolutions of the Board of Supervisors.
4. Debt reconstruction agreement.
5. Other document required by SZSE.

Specially Announcement

Board of director of Wa Fangdian bearing Co., Ltd
April 25, 2018