

Resolutions of the 28th Meeting of the Seventh Board of Directors of Hangzhou Steam Turbine Co., Ltd.

The members of the Board and the Company acknowledge being responsible for the truthfulness, accuracy, and completeness of the announcement. Not any false record, misleading statement or significant omission carried in this announcement.

The notice for calling of the 28th meeting of the Seventh Board of Director of Hangzhou Steam Turbine Co., Ltd. was served on January 4, 2019, and the meeting was held in the morning of January 8, 2019 in the meeting room No.2 of the reception center of the Company and voted by means of telecommunication. All of the 9 directors presented the meeting and examined and voted on the proposals on the meeting. The supervisors and senior executives of the Company observed the meeting. The meeting procedures are legal and complying with the Company Law and Articles of Association.

The meeting was hosted by Chairman Zheng Bin.

The following proposals were examined at the meeting and passed by open ballot:

I. The meeting examined the Proposal on Confirming Occurrence of Daily Related Transactions of 2018 and the Estimated Amount of Related Transactions of the Company of 2019

Zheng Bin, Yang Yongming and Ye Zhong – the related directors, waived from voting of this proposal. It was approved by 6 votes in favor, 0 objection and 0 waive.

The independent directors of the Company reviewed the proposal and issued the prior approval opinion before the board of directors convened, agreed to submit the proposal to the board of directors of the Company and expressed independent opinions on the matter.

The complete report is available as Announcement 2019-03 with Securities Times, Shanghai Securities Daily, Hong Kong Commercial Daily and at www.cninfo.com.cn dated January 9, 2019.

This proposal is subject to examination of the Shareholders' Meeting, and Hangzhou Steam Turbine Power Group Co., Ltd. shall waive from voting of this proposal.

II. The meeting examined the Proposal of the company to the China Zheshang Bank to

apply for RMB 200 million credit line

9 votes in favor, 0 objection, 0 waive, the proposal was adopted.

III. The meeting examined the Proposal of the company to the China Everbright Bank to apply for RMB 200 million credit line

9 votes in favor, 0 objection, 0 waive, the proposal was adopted.

IV. The meeting examined the Proposal on Revising the Company's Article of Association.

9 votes in favor, 0 objection, 0 waive, the proposal was adopted.

The complete report is available as Announcement 2019-04 with Securities Times, Shanghai Securities Daily, Hong Kong Commercial Daily and at www.cninfo.com.cn dated January 9, 2019. This proposal is subject to examination of the Shareholders' Meeting.

V. The meeting examined the Proposal of Supplementing Non-Independent Directors of the Seventh Board of Directors of the Company

9 votes in favor, 0 objection, 0 waive, the proposal was adopted.

The complete report is available on the official website (<http://www.cninfo.com.cn>) of Shenzhen Stock Exchange dated January 9, 2019. (Announcement No. 2019-05). This proposal is subject to examination of the Shareholders' Meeting .

VI. The meeting examined the Proposal of the Holding the first Provisional Shareholders' General Meeting of 2019

9 votes in favor, 0 objection, 0 waive, the proposal was adopted.

The complete report is available on the official website (<http://www.cninfo.com.cn>) of Shenzhen Stock Exchange dated January 9, 2019. (Announcement No. 2019-06).

This announcement is hereby made.

The Board of Directors of Hangzhou Steam Turbine Co., Ltd.

January 9, 2019