Stock Code: 200771 Stock ID: Hangqilun B Announcement No. 2016-53

Hangzhou Steam Turbine Co., Ltd.

Reminder for the Shareholders' Annual Meeting 2015

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.

As adopted at the 28th meeting of the 6th term of Board of Hangzhou Steam Turbine Co., Ltd., the Shareholders Annual Meeting 2015 will be held in the 2nd meeting room of the Reception Center of the Company at 13:00 May 18, 2016 (Wednesday). The notice for calling the meeting was served by Securities Times, Shanghai Securities Daily, Hong Kong Commercial Daily as well as http://www.cninfo.com.cn on March 19, 2016(2016-27). This is a repeating notice for calling the same meeting.

I. Profiles of the meeting

1. Description of the meeting: The Shareholders' Meeting 2015 of Hangzhou Steam Turbine Co., Ltd. (the Company)

2. Caller of the meeting: Board of Directors of the Company. The 28th meeting of the 6th Board of Directors was held on March 17, 2016, The meeting examined the Proposal for Holding of Shareholders' Meeting. For details please find the Resolutions of the 28th Meeting of the sixth Board of Directors.(Announcement No. 2016-18).

3. Legality and validation of the meeting Calling of the shareholders' meeting is complying with the laws and regulations, government documents, standards, as well as the Articles of Association of the Company.

4. Time, date of the meeting

(1) Time/date of the onsite meeting: May 18, 2016(Wednesday),13:00 pm , meeting will be half a day.

(2)Time of voting through network:

Online voting through the trading system of SSE will be 9:30～11:30,13:00～15:00 May 18, 2016;

Votes can be made anytime between 15:00 May 17, 2016 and 15:00 May 18, 2016 through the online voting system provided by SSE.

5. Way of meeting

(1)This shareholders' meeting will be held both onsite and online.

(2) Online voting system will be provided through the trading system and website of Shenzhen Stock Exchange (http://wltp.cninfo.com.cn). Current shareholders may vote online in the period as provided hereinabove.
(3) Shareholder can only choose to vote by one of the above ways. The 1st vote will prevail when repeated votes are made by both ways.
6. Qualification for the meeting:
(1) All of the state-owned shareholders and B-share holders registered by China Securities Depository & Clearing Corporation Ltd. Shenzhen Branch at the closing of stock market at 3:00 PM, May 11 , 2016. Shareholders may attend the meeting personally or empower proxies to present the meeting. The proxies are not necessarily shareholders of the Company.
(2) Directors, supervisors, and executives of the Company.
(3) Legal consultant of the Company: Zhejiang Tiance Law Firm
7. Venue of the meeting: Meeting Room No.2 Reception Center. 357 Shiqiao Road, Xiacheng, Hangzhou, Zhejiang.

II. Proposals to be examined at the meeting

The shareholders' general meeting will consider and vote on the following matters:

1. Report of the Board 2015

2. Report of the Supervisory Committee 2015

The complete report is available on the official website (http//www.cninfo.com.cn) of Shenzhen Stock Exchange dated March 19, 2016. (Announcement No. 2016-37).

3. Annual Report 2015 and Summary

4. Financial Report 2015

5. Dividend Plan 2015

The above proposal 1, 3, 4, 5 are available on the official website (http//www.cninfo.com.cn) of Shenzhen Stock Exchange dated March 19, 2016. (Announcement No. 2016-20).

6. Related transaction of 2015 and projected for 2016

The complete report is available on the official website (http//www.cninfo.com.cn) of Shenzhen Stock Exchange, and Securities Times, Shanghai Securities Daily, and Hong Kong Commercial Daily dated March 19, 2016. (Announcement No. 2016-25).

7.The Proposal of About Extending Engaging of routine related transaction contract

The complete report is available on the official website (http//www.cninfo.com.cn) of Shenzhen Stock Exchange, and Securities Times, Shanghai Securities Daily, and Hong Kong Commercial Daily dated March 19, 2016. (Announcement No. 2016-29).

8. The Proposal to Extend Auditing Service of Pan-China CPA to Year 2016

The complete report is available on the official website (http//www.cninfo.com.cn) of Shenzhen Stock Exchange dated March 19, 2016. (Announcement No. 2016-26).

9.The Proposal on the Company’s election non-Independent Director of the 7th Board of director

9.1 Nie Zhonghai was elected the 7th board of directors of non-independent Director;

9.2 Yan Jianhua was elected the 7th board of directors of non-independent Director;

9.3 Yang Yongming was elected the 7th board of directors of non-independent Director;

9.4 Zheng Bin was elected the 7th board of directors of non-independent Director;

9.5 Ye Zhong was elected the 7th board of directors of non-independent Director;

9.6 Liu Guoqiang was elected the 7th board of directors of non-independent Director;

9.7 Kong Jianqiang was elected the 7th board of directors of non-independent Director,

10. The meeting examined Proposal on the Company's election Independent Director of the 7th Board of director（Cumulative voting）

10.1 Zhang Xiaoyan was elected the 7th board of directors of independent Director;

10.2 Ma Lihong was elected the 7th board of directors of independent Director;

10.3 Chen Danhong elected the 7th board of directors of independent Director;

10.4 Gu Xinjian was elected the 7th board of directors of independent Director.

11 The Proposal on the Company's election Supervisor of the 7th supervisory committee （Cumulative voting）

11.1 Li Shijie was elected the 7th supervisor committee of Supervisor;

11.2 Zhang Yougen was elected the 7th supervisor committee of Supervisor;

11.3 Wang Xiaohui was elected the 7th supervisor committee of Supervisor.

The above proposal 9,10 and 11 are available on the official website (http//www.cninfo.com.cn) date March 19, 2016.(Announcement No.2016-18,2016-19). of which:The qualification and independence of the independent director candidates still need Shenzhen Exchange's filing and examination, once which is in unanimity, the shareholder's meeting can put to votes.

12.The Meeting examined the Proposal of the provision for impairment of assets for year 2015

The complete report is available on the official website (http//www.cninfo.com.cn) of Shenzhen Stock Exchange dated March 19, 2016. (Announcement No. 2016-38).

(II)Special remarks:

1. Proposal 6 and 7 concerns of related transactions. Hangzhou Steam Turbine Power Group Co., Ltd. – the holding shareholder of the Company, shall waive from voting. All of the rest proposals are common proposals which can be adopted by over half of valid shares at the meeting.

2.It shall adopt the cumulative voting system for the non-independent directors, independent directors and supervisors elected through Proposal 9 , Proposal 10 and Proposal 11.

III. Registration issues

1. Way of registering: Shareholders please bring their ID card and shareholding account card to register at the Company. Registration at the Company or through mail or fax are acceptable both for shareholders or their attorneys.

2. Registration time limit: 15:30 May 13, 2016

3. Registration place: Board Office of the Company

4. Documents for registration:

(1) Shareholders please bring their ID card and shareholding account card to register at the Company. An “Power of Attorney” is essential for attorneys. Attorneys of shareholders shall take the shareholders’ account card, ID card of the consigner, the Power of Attorney, and his/her own ID card to register.

(2) Legal person shareholders shall be represented by the legal representatives or the proxies empowered by the legal representatives to attend the meeting. Legal representatives shall provide their ID card, and effective evidence for his/her position. Proxies shall provide their ID cards and the Power of Attorney issued by the legal representative.

(3) When attorney of a shareholder is carry on consigning a third person to present at the shareholders’ meeting, the Power of Attorney or other authorization papers shall be notarized. The notarized papers and the Power of Attorney shall be filed to the Company’s house or place assigned by the notice.

IV. Procedures of online voting

Shareholders may use the trading system and internet voting system to vote for the meeting (http://wltp.cninfo.com.cn). Details are:

(I) Voting procedures through SSE voting system

1. Voting code: 360771

2. Stock ID: Hangqi Voting

3. Voting time: 9:30-11:30 am, 13:00-15:00 pm, May 18, 2016.

4. At the day of voting, the numbers under “Hangqi Voting” and “Closing Price Yesterday” are the number of proposals to be voted upon.

5. Voting process using the trading system:

(1) Choose “buy”

(2) Input No. of proposals under “entrusted price”. RMB100 represents all of the proposals, RMB1.00 represents proposal 1, RMB2.00 represents proposal 2, and so on. Each proposal shall be voted separately by related entrust price.

（3）As to the proposal of electing the non-independent directors and independent directors and supervisors, if 9 represents for electing non-independent directors, then 9.01 yuan represents the first non-independent director candidate, 9.02 yuan represents the second non-independent director candidate ， in turn, 10.01 yuan represents the first independent director candidate, 10.02 represents the second independent director candidate.

List of proposals corresponding to prices:

No. of proposal	**Title of the proposal**	**Voting prices**
General proposal	**All proposal**	100
Proposal 1	Work Report of the Board 2015	1.00
Proposal2	Work Report of the Supervisory Committee 2015	2.00

Proposal3	Annual Report 2015 and Summary	3.00
Proposal4	Financial Report 2015	4.00
Proposal5	The Dividend Plan 2015	5.00
Proposal6	Report of Related Transactions in 2015 and Projected for Year 2016	6.00
Proposal7	Proposal to Above Extending Engaging of routine related transaction contract	7.00
Proposal8	Proposal to extend the service of Pan-China CPA as auditor of the Company for year 2016	8.00
Proposal 9	Proposal on the Company's election non-Independent Director of the 7th Board of director	Cumulative voting
9.1	Nie Zhonghai was elected the 7th board of directors of non-independent Director	9.01
9.2	Yan Jianhua was elected the 7th board of directors of non-independent Director	9.02
9.3	Yang Yongming was elected the 7th board of directors of non-independent Director	9.03
9.4	Zheng Bin was elected the 7th board of directors of non-independent Director	9.04
9.5	Ye Zhong was elected the 7th board of directors of non-independent Director	9.05
9.6	Liu Guoqiang was elected the 7th board of directors of non-independent Director	9.06
9.7	Kong Jianqiang was elected the 7th board of directors of non-independent Director	9.07
Proposal10	Proposal on the Company's election Independent Director of the 7th Board of director	Cumulative voting
10.1	Zhang Xiaoyan was elected the 7th board of directors of independent Director	10.01
10.2	Ma Lihong was elected the 7th board of directors of independent Director	10.02
10.3	Chen Danhong elected the 7th board of directors of independent Director	10.03
10.4	Gu Xinjian was elected the 7th board of directors of independent Director	10.04
Proposal11	Proposal on the Company's election Supervisor of the 7th supervisory committee	Cumulative voting
11.1	Li Shijie was elected the 7th supervisor committee of Supervisor	11.01

11.2	Zhang Yougen was elected the 7th supervisor committee of Supervisor	11.02
11.3	Wang Xiaohui was elected the 7th supervisor committee of Supervisor	11.03
Proposal 12	Proposal of the provision for impairment of assets for year 2015	12.00

（3）As to proposals without cumulative voting system, the voting decision shall be represented by a number submitted by the item of "Commission Number" and the number of 1 represents consent, the number of 2 represents objection and the number of 3 represents abstention.

The table of the "Commission Number" correspondingly representing the voting decision of proposals without cumulative voting system:

Type of option	**Amount of vote**
In favor	1 share
Objection	2 shares
Waive	3 shares

As to the proposals with cumulative voting system, the shareholder shall vote with the votes not exceeding the electing votes the shareholder possessed, if the electing votes exceed the electing votes the shareholder possessed, or vote more than the persons to be elected in the competitive election, the corresponding votes of the shareholder shall be deemed as invalid votes.

The votes to a candidate representing by the submitted "Commission Number" are as follows:

Proposal 9.1-9.7 for election of 7 non-independent directors, then the total votes possessed by the shareholder=Number of shares held×7；

Proposal 10.1-10.4 for election of 4 independent directors, then the total votes possessed by the shareholder=Number of shares held×4；

Proposal 11.1-11.3 for election of 3 supervisors, then the total votes possessed by the shareholder=Number of shares held×3；

The table of the votes that the candidate received and the corresponding "Commission number" under the cumulative voting system:

The votes that the candidate received	Commission Number
Voting for the candidate A with X1 votes	X1 shares
Voting for the candidate B with X2 votes	X2 shares
Voting for the candidate B with X3 votes	X3 shares

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(4) By voting on “all proposals” shareholder means collective opinion on all proposals.
The 1st vote shall prevail when votes are repeated at general vote and individual vote. Votes on individual proposal shall prevail when it is voted before the general vote. Un-voted proposals are default to the vote on general. The general vote shall prevail when it is voted before individual votes.
(5) The 1st vote on particular proposal is prevail and irrevocable.

（6）If the submission does not meet the above-said requirements, the submission shall be deemed as invalid and not be included in the voting statistics.

(II) Procedures of voting through the internet voting system

1. Online voting starts at 3:00 pm.May 17 , 2016 (a day before holding of onsite meeting), and ends at 3:00 pm May 18, 2016 (the day when the meeting is closed).
2. Shareholders’ who want to vote online shall go through the identification procedures and obtain SSE Digital Certificate or SSE Investor Service Code, in accordance with SSE Guide of Online Services (Revised September 2014).

Shareholder identification procedures:
(1) To apply for a service code
Connect your browser to http://wltp.cninfo.com.cn and click on “Service Code Application” . Input relative information into fields under “Name”, “Securities Account No.” and so on. The system will feedback a 4-digit verification code if successful.
(2) Activate the service code
Service code can be activated with the verification code by the same way as purchasing of shares through the trading system.

Securities to purchase	Purchase price	Amount
369999	RMB 1.00	4-Digit verification code

5 minutes after activating of the service code, it can be used. The code is valid permanently and does not need to be reactivated when voting for others. Report for loss of service code is acceptable upon activation. New service code can be activated by the same way.
(3) Digital certificate may be applied from Shenzhen Securities Information Co., Ltd. or its agents.
Call these numbers for application of service code by telephone:
0755-83991880/25918485/25918486
Send e-mail to this address to inquire about digital certification: xuningyan@p5w.net
Inquiry number for online voting service: 0755-83991022/83990728/83991192
3. With a service code or digital certificate, shareholders may vote through the Internet service by login at http://wltp.cninfo.com.cn.
(1) Login to http://wltp.cninfo.com.cn, select “Voting for the Shareholders’ Meeting 2015 of Hangzhou Steam Turbine Co., Ltd.” under “List of Shareholders’ Meetings of Listed Companies”;
(2) Click “Login to vote”, select “Login by ID and password”, key in your “Securities Account No.” and “Service Code”; Investors have digital certificates may select to login by CA certificate.
(3) Click on “To Vote”, and follow instructions on the screen;
(4) Confirm to submit voting results.

(5) To check the voting results please login Shenzhen Stock Exchange Internet Online Voting System (http://wltp.cninfo.com.cn) after 18:00 on the voting day and click on “Check for Voting Results”, or, check through the stock broker.

(III) Other issues of internet voting

1. Votes shall be made through shareholders’ accounts, namely A-share holders vote by their A-share accounts, and B-share holders vote by the B-share accounts.

2. Shareholders holding same shares by multiple accounts may use any of them to vote online. Votes made through any of the accounts are regarded as voting on the same opinion representing all of the shares the shareholder holds.

3. Shareholders voted through online voting system and made valid votes more than once are regarded as have presented the shareholders’ meeting. His/her shares will be accounted into the total amount of valid shares at the meeting. If a shareholder failed to vote on any of the proposals, he/she will be regarded as waived from the voting.

V. Misc. issues

1. Shareholders and attorneys shall bring the original copies of papers when presenting the meeting.

2. Contact:

Mail address: Board of Directors’ Office, Hangzhou Steam Turbine Co., Ltd., No.357 Shiqiao Rd., Hangzhou, Zhejiang, P.R. China;

Post code: 310022

Tel: Yu Changquan (0571)85780432

Wang Gang (0571)85780198、85784758

Fax:（0571）85780433

3. The meeting will last half a day. Shareholders shall pay their own travel and accommodation expenses.

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

May 12, 2016

Power of Attorney

Hangzhou Steam Turbine Co., Ltd.

This is to entrust Mr./Mrs. to present at the Shareholders' Meeting 2015 of Hangzhou Steam Turbine Co., Ltd. and vote on behalf of me.

Name of the consigner: (or name of the legal person entity)

ID number (or Business License No.) of the consigner:

Signature of the attorney:

ID number of the attorney:

Date of signing:

Name of the shareholder				
Shareholders' amount				
Amount of shares				
No.of proposal	Title of the proposal	Votes		
		In favor	waive	Objection
Proposal 1	Work Report of the Board 2015			
Proposal 2	Work Report of the Supervisory Committee 2015			
Proposal 3	Annual Report 2015 and Summary			
Proposal 4	Financial Report 2015			
Proposal 5	The Dividend Plan 2015			
Proposal 6	Report of Related Transactions in 2015 and Projected for Year 2016			
Proposal 7	Proposal to Above Extending Engaging of routine related transaction contract			
Proposal 8	Proposal to extend the service of Pan-China CPA as auditor of the Company for year 2016			
Proposal 9	Proposal on the Company's election non-Independent Director of the 7th Board of director For the election of Non-independent directors in cumulative voting system, the total number of votes possessed by the shareholder=number of shares held×7, and if the shareholder filled the place of" Vote ( ) shares" with a tick-√, then it will represent that the votes possessed by the shareholder has been equally assigned to the non-independent directors with the tick-√.			
9.1	Nie Zhonghai was elected the 7th board of directors of non-independent Director	Vote （ ）		
9.2	Yan Jianhua was elected the 7th board of directors of non-independent Director	Vote （ ）		
9.3	Yang Yongming was elected the 7th board of directors of non-independent Director	Vote （ ）		
9.4	Zheng Bin was elected the 7th board of directors of non-independent Director	Vote （ ）		
9.5	Ye Zhong was elected the 7th board of directors of non-independent Director	Vote （ ）		
9.6	Liu Guoqiang was elected the 7th board of directors of non-independent Director	Vote （ ）		
9.7	Kong Jianqiang was elected the 7th board of directors of non-independent Director	Vote （ ）		

Proposal 10	**Proposal on the Company's election Independent Director of the 7th Board of director** For the election of independent directors in cumulative voting system, the total number of votes possessed by the shareholder=number of shares held×4, and if the shareholder filled the place of" Vote ( ) shares" with a tick-√, then it will represent that the votes possessed by the shareholder has been equally assigned to the independent directors with the tick-√.			
10.1	Zhang Xiaoyan was elected the 7th board of directors of independent Director	Vote （ ）		
10.2	Ma Lihong was elected the 7th board of directors of independent Director	Vote （ ）		
10.3	Chen Danhong elected the 7th board of directors of independent Director	Vote （ ）		
10.4	Gu Xinjian was elected the 7th board of directors of independent Director	Vote （ ）		
Proposal 11	**Proposal on the Company's election Supervisor of the 7th supervisory committee** For the election in cumulative voting system, the total number of votes possessed by the shareholder=number of shares held×3, and if the shareholder filled the place of" Vote ( ) shares" with a tick-√, then it will represent that the votes possessed by the shareholder has been equally assigned to the supervisors with the tick-√.			
11.1	Li Shijie was elected the 7th supervisor committee of Supervisor	Vote （ ）		
11.2	Zhang Yougen was elected the 7th supervisor committee of Supervisor	Vote （ ）		
11.3	Wang Xiaohui was elected the 7th supervisor committee of Supervisor	Vote （ ）		
Proposal 12	Proposal of the provision for impairment of assets for year 2015			