Stock Code: 200771 Stock ID: Hangqilun B Announcement No. 2017-02

Hangzhou Steam Turbine Co., Ltd.
Resolutions of the 6th Meeting of the Seventh Board of Directors

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 to call the 6th meeting of the Seventh Board of Directors of Hangzhou Steam Turbine Co., Ltd. was served on January 16, 2017, and the meeting was held on January 20, 2017 by means of telecommunication voting. There are totally 11 members of the Board, and 11 effective votes were received. This was complying with the provisions of the Company Law, Articles of Association, and Share Listing Rules of Shenzhen Stock Exchange, thus the meeting was legal and valid.

The 11 directors provided their votes on the following issues by mean of registered ballots：

I.The meeting examined the Proposal on the Company's Guarantee for its holding Subsidiary-Hangzhou Guoneng Steam Turbine Engineering Co., Ltd's Liquidity Loan

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

II.The meeting examined the Proposal on the Company's Holding Subsidiary-Hangzhou Steam Turbine Auxiliary Machinery Co. Ltd's Guarantee Provided for its Holding Subsidiary-Hangzhou Guoneng Steam Turbine Engineering Co., Ltd's Credit Line

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

The contents of the Proposal 1 and the Proposal 2 are detailed in the Announcement on External Guarantee of Hangzhou Steam Turbine Co., Ltd. announced on January 21 ,2017 at the website designated by the Shenzhen Stock Exchange (http // www.cninfo.com.cn). (Announcement No. 2017-03).

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

January 20.2017