

Hangzhou Steam Turbine Co., Ltd.

Resolutions of the 11th Meeting of the 7th Term of Board

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 11th Meeting of the 7th term of Board of Hangzhou Steam Turbine Co., Ltd. was served on June 2, 2017, and the meeting was held in the morning of June 9, 2017 in the meeting room No.2 of the reception center of the Company. All of the 10 directors attended the meeting and examined and voted on the proposals on the meeting. (Director Nie Zhonghai ,Yan Jianhua,Ye Zhong and Independent Director Chen Danhong Voted by telecommunication; Other directors live vote, the same below) .

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:

1. The Proposal of the appointment of Wang Gang as Secretary of the Board of Directors

10 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 June 10, 2017. (Announcement No. 2017-41).

II. The Proposal of the nomination of Wang Gang for the 7th Board of Directors candidates

10 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 June 10, 2017. (Announcement No. 2017-41).

This proposal is subject to examination of the Shareholders' Meeting 2016.

III. The Proposal of the appointment of Wang Zhengrong as Deputy general manager

10 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 June 10, 2017. (Announcement No. 2017-41).

The independent directors of the Company issued independent opinions on the above matters. The complete report is available on the official website (<http://www.cninfo.com.cn>) of Shenzhen Stock Exchange dated June 10, 2017. (Announcement No. 2017-42).

IV. The Proposal of calling the Shareholders' Annual Meeting 2016

10 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 June 10, 2017. (Announcement No. 2017-43).

V. The Meeting examined the Proposal of adjusting the company organization

10 votes in favor, 0 objection, 0 waive, the Proposal was passed.

In order to continuously improve the efficiency of the organization and integrate the company's resources, the company adjusts the existing organization: the blade plant into the rotor workshop, the market development office into the contract management office.

Documents available for inspection

1. The resolutions of the 11th meeting of the Seventh board of directors signed by the directors present and bearing the seal of the board of directors.

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

June 9, 2017