Stock Code: 200771 Stock ID: Hangqilun B Announcement No. 2018-36

Hangzhou Steam Turbine Co., Ltd.
Resolutions of Shareholders' General Meeting 2017

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.

Special remarks:

1. Notice and reminder of the shareholders' meeting 2017 were released on March 28 ,2018(Announcement No.:2018-23) and the Reminder for the Shareholders' General Meeting 2017 on April 12 ,2018 with Securities Times, Shanghai Commercial Daily, Hong Kong Commercial Daily, and http://www.cninfo.com.cn, titled Announcement No.:2018-28.

2. The general meeting of shareholders rejected the proposal. Except for the 8th proposal in the above-mentioned proposals, the other proposals were all passed in the shareholders' general meeting, thereinto, the related parties to the 8th Proposal had abstained from voting.

3. No resolution of previous shareholders' meeting was changed by this meeting.

I. Holding of the meeting

1. Time of the meeting:

(1) Time of the onsite meeting: April 27, 2018(Friday) 13：00;

(2)Time of voting through network: Online voting through the trading system of SSE was 9:30¯11:30, 13:00¯15:00 April 27, 2018.Votes can be made anytime between 15:00 April 26, 2016 and 15:00 April 27, 2018 through the online voting system provided by SSE.

2. Venue: Hangzhou Steam Turbine Co., Ltd. (No.357 Shiqiao Road, Hangzhou)

Meeting Room No. 2, the Conference Center

3. Way of meeting: This shareholders' meeting was held both onsite and online.

4. Convener: The Board of Directors of the Company

5. Host of the meeting: Chairman of the Company, Mr. Zheng Bin

6. The calling and holding procedures were complying with the Company Law, Rules of Listing of SSE, and the Articles of Association.

II. Delegates at the meeting

1. Presenting of the meeting by shareholders

Totally 215 shareholders and attorneys presented the meeting, representing 523,715,070 shares, accounted of 69.46 % of the total voting shares.

Among them there was 1 state-owned share holder holding 479,824,800 shares, accounted of 63.64% of the total voting shares; 214 B-stock holders, representing 43,890,270 shares, accounted of 5.82 % of total voting shares.

Totally 47 shareholders and attorneys presented at the onsite meeting, representing 500,941,381 shares, accounted of 66.44 % of total voting shares. 168 shareholders presented the meeting by online voting system, representing 22,773,689 shares accounted of 8.31 % of total voting share.

2. Presenting of other delegates

The directors, supervisors and executives of the Company, as well as the law consultant – Zhejiang Tiance Law Firm presented the meeting.

III. Proposals and voting results

The meeting reviewed the following proposals by means of on-site (name-on) voting and online voting:

1. The meeting examined and adopted the Work Report of the Board of Directors for 2017

	In favor		Objection		Waive	
	Number of shares	Proportion	Number of shares	Proportion	Number of shares	Proportion
Domestic holder	479,824,800	100.00%	0	0.00%	0	0.00%
B-share holder	21,988,247	50.10%	21,902,023	49.90%	0	0.00%
Total	501,813,047	95.82%	21,902,023	4.18%	0	0.00%
Including: votes by mid-small shareholders: (shareholders with 5% or lower of the capital shares)						
Mid-small shareholders	21,988,247	50.10%	21,902,023	49.90%	0	0.00%

2. The meeting examined and adopted the Work Report of the Supervisory Committee 2017

	In favor		Objection		Waive	
	Number of shares	Proportion	Number of shares	Proportion	Number of shares	Proportion
Domestic holder	479,824,800	100.00%	0	0.00%	0	0.00%
B-share holder	20,559,223	46.84%	23,331,047	53.16%	0	0.00%
Total	500,384,023	95.55%	23,331,047	4.45%	0	0.00%
Including: votes by mid-small shareholders:						
Mid-small shareholders	20,559,223	46.84%	23,331,047	53.16%	0	0.00%

3. The meeting examined and adopted Annual Report for 2017 and its summary

	In favor		Objection		Waive	
	Number of shares	Proportion	Number of shares	Proportion	Number of shares	Proportion
Domestic holder	479,824,800	100.00%	0	0.00%	0	0.00%
B-share holder	22,021,175	50.17%	21,869,095	49.83%	0	0.00%
Total	501,845,975	95.82%	21,869,095	4.18%	0	0.00%

Including: votes by mid-small shareholders:						
Mid-small shareholders	22,021,175	50.17%	21,869,095	49.83%	0	0.00%

4. The meeting examined and adopted the Proposal Concerning Financial Report for 2017

	In favor		Objection		Waive	
	Number of shares	Proportion	Number of shares	Proportion	Number of shares	Proportion
Domestic holder	479,824,800	100.00%	0	0.00%	0	0.00%
B-share holder	22,021,175	50.17%	21,869,095	49.83%	0	0.00%
Total	501,845,975	95.82%	21,869,095	4.18%	0	0.00%
Including: votes by mid-small shareholders:						
Mid-small shareholders	22,021,175	50.17%	21,869,095	49.83%	0	0.00%

5.The meeting examined and adopted the preplan for profit Distribution for 2017

	In favor		Objection		Waive	
	Number of shares	Proportion	Number of shares	Proportion	Number of shares	Proportion
Domestic holder	479,824,800	100.00%	0	0.00%	0	0.00%
B-share holder	25,277,961	57.59%	18,330,809	41.77%	281,500	0.64%
Total	505,102,761	96.45%	18,330,809	3.50%	281,500	0.05%
Including: votes by mid-small shareholders:						
Mid-small shareholders	25,277,961	57.59%	18,330,809	41.77%	281,500	0.64%

6.The meeting examined and adopted the proposal to extend the service of Pan-China CPA as auditor of the Company for year 2018

	In favor		Objection		Waive	
	Number of shares	Proportion	Number of shares	Proportion	Number of shares	Proportion
Domestic holder	479,824,800	100.00%	0	0.00%	0	0.00%
B-share holder	20,964,457	47.77%	22,925,813	52.23%	0	0.00%
Total	500,789,257	95.62%	22,925,813	4.38%	0	0.00%
Including: votes by mid-small shareholders:						
Mid-small shareholders	20,964,457	47.77%	22,925,813	52.23%	0	0.00%

7. The meeting examined and adopted the Proposal of the provision for impairment of assets

for year 2017

	In favor		Objection		Waive	
	Number of shares	Proportion	Number of shares	Proportion	Number of shares	Proportion
Domestic holder	479,824,800	100.00%	0	0.00%	0	0.00%
B-share holder	19,214,779	43.78%	24,675,491	56.22%	0	0.00%
Total	499,039,579	95.29%	24,675,491	4.71%	0	0.00%
Including: votes by mid-small shareholders:						
Mid-small shareholders	19,214,779	43.78%	24,675,491	56.22%	0	0.00%

8.The Proposal about the estimated amount of routine related party transactions for the year 2018 was not passed.

The proposals of company's largest shareholder Hangzhou Steam Turbine Power Group Ltd. – the related party holding 479,824,800 shares, waived from the voting process. The results of voting by non-related shareholders are as the following:

	In favor		Objection		Waive	
	Number of shares	Proportion	Number of shares	Proportion	Number of shares	Proportion
Domestic holder	/	/	/	/	/	/
B-share holder	19,214,779	43.78%	24,675,491	56.22%	0	0.00%
Total	19,214,779	43.78%	24,675,491	56.22%	0	0.00%
Including: votes by mid-small shareholders:						
Mid-small shareholders	19,214,779	43.78%	24,675,491	56.22%	0	0.00%

IV. Information about the voting on the proposals

Except for the 8th proposal in the above-mentioned proposals, the other proposals were all passed in the shareholders' general meeting, thereinto, the related parties to the 8th Proposal had abstained from voting.

V. Legal Opinions from the Solicitors

1. Name of the law firm: Zhejiang Tianche Law Firm

2. Names of the lawyers: Yao Zhensong, Du Wen

3. Conclusive opinion:

In the lawyers' opinion, the convening and holding procedures, the qualification of attendees, and voting procedures of the Shareholders’ Annual Meeting 2017 was complying with the laws, regulations and the Articles of Association of the Company. The voting results of this shareholders' general meeting are legal and valid.

VI. Documents for Reference

1. Resolutions of the Shareholders’ Meeting 2017 carrying the signatures of the directors and secretary of Board;

2. Legal opinion issued by Zhejiang Tianche Law Firm on the shareholders’ meeting.

This announcement is hereby made.

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

April 28, 2018