

## **Resolutions of the 22nd 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.*

Hangzhou Steam Turbine Co., Ltd. has served the notice for the 22nd Meeting of the 7<sup>th</sup> Term of board in writing on May 14, 2018 and voted by means of telecommunication.

There are totally 10 members of the Board, and 10 effective votes were received. This was complying with the provisions of the Company Law and Articles of Association, thus the meeting was legal and valid.

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

### **1. The meeting examined the Proposal on Confirming Occurrence of Daily Related Transactions in January to April of 2018**

Zhen Bin, Yan Jianhua, 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 2018-39 with Securities Times, Shanghai Securities Daily, Hong Kong Commercial Daily and at [www.cninfo.com.cn](http://www.cninfo.com.cn) dated May 15, 2018.

### **II. The meeting examined the Proposal on Adjusting the Organizational Structure of the Company**

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

The company's organizational structure adjustments, the addition of the system management department, process technology department, the supply of external service changes to the procurement center. This organizational restructuring is to meet the company's strategic development needs, in order to further optimize the allocation of functions, continue to improve the efficiency of organizational operations, and integrate company resources.

This announcement is hereby made.

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

May 15, 2018