

## Hangzhou Steam Turbine Co., Ltd.

### Performance Forecast of the 1st Half of 2018

*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.*

#### I. Forecast of business performance of the current term

1. Period of the forecast: January 1, 2018 – June 30, 2018
2. Performance predicted: Increase compared with last period

Items	For this report period	Same period of the previous year
Net profit attributable to the shareholders of the listed company	Earnings: 120 million yuan–140 million yuan	Earnings: 43.99 million yuan
	Increase over the same period of last year: 172.79% - 218.25%	
Basic earnings per share	Earnings: about 0.16-0.19 yuan	Earnings: 0.06 yuan

#### II. Pre-audit of estimated earnings

The estimated earnings have not been pre-audited by certified public accountants.

#### III. Causation of change in business performance

Statement of the Board about significant change in business performances: The net profit attributable to the shareholders of the listed company increased year-on-year, The main reason is that the increase in delivery units in the first half year led to an increase in sales revenue and a corresponding increase in corporate profits.

#### IV. Other relevant explanation

The above was the primitive calculating of finance department of the Company, actual figures will be announced by the Interim Report 2018 released later.

Securities Times, Shanghai Securities Daily, Hong Kong Commercial Daily and

<http://www.cninfo.com.cn> are the official presses of the Company. Please be rational in your

investment and be aware of the investment risks

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

July 14,2018