

## **Hangzhou Steam Turbine Co., Ltd. Announcement of Resigning of Vice Chairman**

*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 board of directors of Hangzhou Steam Turbine Co., Ltd. recently has received the resignation letter from Mr. Yan Jianhua-the Vice Chairman of the Company. Mr. Yan Jianhua applied for resignation from the company's vice chairman and the related duties in the special committee of the board of directors due to reaching his legal retirement age. According to the "Company Law", "Articles of Association" and other relevant regulations, The resignation of Mr. Yan Jianhua will not result in the board members less than the quorum. the resignation report will take effect from the date of delivery to the company's board of directors.

Since he became a director of the company in 2001, Mr. Yan Jianhua has diligently and faithfully fulfilled his duties and obligations as a director and in other positions of the Company. He has put all his heart and efforts for the company's more than ten years continuous stable and healthy development.

The company and the company's board of directors expressed their heartfelt thanks to Mr. Yan Jianhua for his outstanding contribution to the company's development, And with great respect!

This announcement is hereby made.

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

November 20, 2018