

## **Dalian Refrigeration Co., Ltd.**

### **Public Notice on Progress of the controlling shareholder**

#### **Increased holdings of shares of the company**

*Dalian Refrigeration Co., Ltd. (the “Company”) and its whole members of Board of Directors ensure that the public notice is real, accurate and complete, and there are no any important omissions, fictitious statements or serious misleading carried in this notice.*

Dalian Refrigeration Co., Ltd. (“the Company”) received the notice from the controlling shareholder Dalian Bingshan Group Co., Ltd. (“Bingshan Group”) on February 22, 2016. Bingshan Group have increased holdings of the A shares of the Company through the Shenzhen stock exchange securities trading system on February 22, 2016, and planned to continue increasing holdings of the A shares of the Company timely in the next six months (short for “the implementation period of increase holdings”) from the first day of increased holdings (February 22, 2016). The cumulative proportion of the increased holdings will no less than 1% of the total issued shares of the Company; the cumulative total amount of the increased holdings will not exceed 160 million. The company released the < public notice on the controlling shareholder increased holdings of shares of the Company > on February 23, 2016 (NO:2016-016).

On May 9, 2016, The Company received the notice from Bingshan Group, after the first increased holdings on February, 2016, Bingshan Group have continued increasing holdings of the A shares of the Company through the Shenzhen stock exchange securities trading system for many trading days, The relevant information is as follows:

1. The increased holdings subject:

The controlling shareholder of the Company -Bingshan Group

2. The purpose of the increased holdings

Based on the confidence in development prospects of the transformation and the future strategic distribution of the Company, and the reasonable judgment of the value of the company, in order to promote the sustainable, stable and healthy development of the company.

3. The relevant information of the increased holdings:

Bingshan Group increased holdings of A shares of the Company through the Shenzhen stock exchange securities trading system centralized bidding on several trading days. Accounting for about 0.72% of the total issued shares of the Company. Before the dividend distribution for the year of 2015, increased holdings of 2,500,000 A shares of the Company, after the dividend distribution for the year of 2015, increased holdings of 150,000 A shares of the Company.

4. The shareholdings after the increased holdings

Before the increased holdings, Bingshan Group held 77,855,683 shares of the Company, accounting for about 21.62% of the total issued shares of the Company. After the increased holdings and the dividend distribution for the year of 2015, Bingshan Group hold 120,683,524

shares of the Company, accounting for about 22.34% of the total issued shares of the Company.

5. Other matters

- (1).The increased holdings behavior meets the requirements of relevant laws and regulations.
- (2).The increased holdings will not lead to the company's equity distribution or without the listing conditions, will not cause the controlling shareholder of the company and the actual controller changes.
- (3).Bingshan Group will continue to increase holdings of A shares of the Company and promise not to reduce shares within the implementation period of increase holdings and the legal time limit.
- (4).The company will be in accordance with the relevant provisions, focus continuously on the relevant information for the progress of the increased holdings and to fulfill the obligation of information disclosure in time.

Hereby notify the above

Board of Directors of Dalian Refrigeration Co., Ltd.

May 10, 2016