

Hangzhou Steam Turbine Co., Ltd.

Announcement on the resignation of the supervisors

The members of the Supervisory Committee 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 Company's board of supervisors received the written resignation reports from the Company's supervisors Mr. Wang Xiaohui and Mr. Ying Gonghua on July 7, 2021. Due to the Company's work needs, Mr. Wang Xiaohui and Mr. Ying Gonghua resigned from the board of supervisors as supervisors of the company's board of supervisors. After the resignation, Mr. Ying Gonghua still works in the company. Mr. Wang Xiaohui and Mr. Ying Gonghua both hold the company's shares, and they shall not transfer their shares within six months after leaving the job and shall comply with relevant regulations on shareholding management.

According to the relevant provisions of the "Company Law" and the "Articles of Association", after Mr. Wang Xiaohui and Mr. Ying Gonghua resigned as the Company's supervisors, the number of the Company's board of supervisors was reduced to two, thus the number of the board of supervisors was less than the statutory minimum. Therefore, the resignation applied by the above two supervisors will take effect after the new supervisors elected at the Company's general meeting of shareholders. Prior to this, the above two supervisors will continue to perform the duties of the Company's supervisors. The company will hold the first Provisional general meeting of shareholders of 2021 on July 23, 2021 to add new supervisors.

During their tenure as the company's supervisors, Mr. Wang Xiaohui and Mr. Ying Gonghua was diligent and responsible, and played a positive role in the company's standardized operation and healthy development. The company's board of supervisors would express sincere thanks to Supervisors Mr. Wang Xiaohui and Mr. Ying Gonghua's faithful performance, diligence, conscientious work during their tenure and their great contributions to the company's development.

This announcement is hereby made.

The Supervisory Committee of Hangzhou Steam Turbine Co., Ltd.

July 8,2021