

Dalian Refrigeration Co., Ltd. Resolution of 22th Meeting of 7^h Session of the Board

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.

I. Calling of the Board Meeting

1. The Notice on holding of the Board Meeting was served by written form on 15 August 2018.
2. The Board Meeting held by communication vote dated 24 August 2018.
3. Nine Directors should present for voting and all of them are present actually.
4. The Meeting was regarded as abiding the relevant laws, administrative regulation, department rules, normative documents as well as the Article of Association.

II. Deliberation of the Board Meeting

1. Semiannual report of the Company for the year 2018.

9 votes for; 0 vote against; 0 vote as abstention.

2. Report on written-off uncollectible receivables.

It is agreed for two subsidiaries of the Company to write off the account receivable of 3,376,504.99 yuan on credit for a long time - Dalian Bingshan Air-Conditioning Equipment Co., Ltd. to write off the account receivable of RMB3,167,778.25 yuan, Dalian Bingshan-P&A Recreation Development Engineering Co., Ltd to write off the account receivable of RMB 206,726.74yuan, other receivables 2,000 yuan .

A provision for bad debts of 3,158,174.07 yuan has been allotted for the above written-off amount with the effects on loss and profit in 2018 of 218,330.92 yuan.

With 9 votes for, 0 vote against and 0 vote as abstention.

3. Semiannual special report on the storage and use of the raised funds for 2018 of the Company;

(For details, see <http://www.cninfo.com.cn>.)

With 9 votes for, 0 vote against and 0 vote as abstention.

4. Report on increasing capital to Dalian Bingshan Group Management Consulting Co., Ltd.

The above mentioned transaction constitutes a related transaction. Independent directors of the Company deliver a prior approval for the proposal on 15 August 2018 and agree to submit for deliberation on the Board. Related directors Ji Zhijian, Xu Junrao are avoiding the votes for the proposal.

More details found in “Public notice on related transaction of increasing capital to Dalian Bingshan Group Management Consulting Co., Ltd.” released with the Notice at the same time.

With 7 votes for, 0 vote against and 0 vote as abstention.

III. Documents available for reference

1. Proposal of the Meeting with signature of attended directors and seal of the Board.
2. Opinions from independent directors.

Board of Directors of Dalian Refrigeration Co., Ltd.
25 August 2018