

Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd.  
Public Notice of Dividend Distribution for year of 2019

***Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. 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.***

The dividend distribution plan for year of 2019 under the name of Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd. (the "Company") has been deliberated and approved at the Annual Shareholder's General Meeting 2019 held on May 15, 2020. If the total capital stock of the Company changes before the implementation of equity allocation, it will be implemented in accordance with the principle that the total allocation remains unchanged. The total share capital of the Company has not changed during the period from the disclosure to the implementation of the dividend distribution plan. The dividend distribution plan implemented is consistent with the plan examined and passed by Shareholders' General meeting. It is not more than two months from implementation day of the distribution plan to the day that Shareholders' General meeting examined and passed. Distribution for the dividend for year of 2019 is disclosed as:

I. Dividend distribution plan

The equity distribution scheme for year of 2019 under the name of the Company are:

1. A cash dividend RMB 0.3 for every 10 shares will be paid to all the shareholders based on the current total number of 843,212,507 shares (including tax; after tax is deducted, RMB0.27 for every 10 shares held by A-share QFII, RQFII and individuals and securities investment funds holding restricted shares issued for stock reform and new-restricted shares; for individuals holding other restricted shares and non-restricted outstanding shares, different tax rates will be applied on the dividend. A dividend of RMB 0.3 for every 10 shares will be distributed first. The tax<sup>a</sup> will be deducted according to the actual shareholding period and number of shares sold by investor after the equity registration day; for securities investment funds holding other restricted shares and non-restricted outstanding shares, for the Hong Kong investors holding fund shares according to 10% tax, different tax rates will be applied on the cash dividend distributed to the mainland investors holding fund shares for non-resident enterprise other than QFII and RQFII, the Company will not withhold the income tax. Tax payers shall pay tax whether it is accrued; the after-tax cash dividend for B-share non-resident enterprises is RMB 0.27 for every 10 shares. Different tax rates will be applied on the cash dividend distributed to domestic (overseas) individual shareholders. A dividend of RMB 0.3 for every 10 shares will be distributed first. The tax will be deducted according to the actual shareholding period and number of shares sold by the investor after the equity registration day. ).

【<sup>a</sup> Note: The shareholding period is calculated based on investors' securities accounts and the first-in-first-out principle. The tax for every 10 shares is RMB 0.06 for shares held for one month (one month included) or less; RMB 0.03 for shares held for more than one month but no more than one year (one year included). No tax will deducted for shares held for more than one year.】

The cash dividend for B-share shareholders will be distributed in HKD based on the middle exchange rate between RMB and HKD released by the People’s Bank of China (HKD: RMB =1:0.9163) on the first business day after the resolution day of General Meeting (that is May 18, 2020), according to the discount rate for dividend regulated in Article of Association. The pay back taxes withhold for B-share shareholders in the future refer to the aforesaid discount rate.

## II. Record Date & Ex-Dividend date

1. Record date for A shares: July 9, 2020, XD: July 10, 2020;
2. Final trading date for B shares: July 9, 2020, RD: July 14, 2020, XD: July 10, 2020.

## III. Distribution targets

1. All shareholders of A shares as listed on the Company’s register of holders of A shares on Shenzhen Branch of China Securities Depository and Clearing Corporation Limited after trading close of Shenzhen Stock Exchange ended as noon July 9, 2020.
2. All shareholders of B shares as listed on the Company’s register of holders of A shares on Shenzhen Branch of China Securities Depository and Clearing Corporation Limited after trading close of Shenzhen Stock Exchange ended as noon July 14, 2020 (final trading date as July 9, 2020).

## IV. Distribution way

1. Shenzhen Branch of China Securities Depository and Clearing Corporation Limited was entrusted by the Company for dividend distribution for A shareholders. And the dividend will wire to capital account directly through shareholders’ trusteeship security company (or other custodian) dated July 10, 2020.
2. Dividend for B shares will wire to the capital account directly through shareholders’ trusteeship security company or trustee bank dated July 14, 2020. If shareholders of B shares transfer the custody of “Bingshan B” dated July 14, 2020 the dividend will receive in the original shareholders’ trusteeship security company or trustee bank.
3. The dividend for followed shareholders of A shares will distribute by the Company:

Serial	Shareholders’ account	Name of shareholders
1	08*****772	Dalian Bingshan Group Co., Ltd.

During the application of dividend distribution business ( the application date: July 1, 2020; the equity registration date: July 9, 2020 ), If because the shares in security account of Dalian Bingshan Group Co., Ltd. decrease, lead to entrust Shenzhen Branch of China Securities Depository and Clearing Corporation Limited for dividend distribution insufficient , all legal responsibility and consequences shall be borne by the Company.

## V. Other explanation

If the relevant shareholders of A shares and B shares holds the taxation certificate which was recognized as resident enterprise issued by Chinese taxation authorities, or identification documents that enjoys treatment under Double Taxation Agreement (DTA) or other duty-free referential policy approved by Chinese taxation authorities, please contact the Company before July 31, 2020 (including July 31, 2020) with relevant documents required for discrimination. The Company will re-calculate distributable dividend based on taxation documents and relevant documents that provided, and will help the taxation authority on the claim for tax refund for taxed amount and payable amount as well as distribution correspondingly.

IX. Consulting

Consulting agency: Security and Legal Affairs Department of the Company

Contact person: Mrs. Du Yu

Phone: 0086-411-87968822

Fax: 0086-411-87968125

X. Documents available for reference

1. Resolution of Annual Shareholder's General Meeting 2019;
2. Other related documents.

Hereby notify the above.

Bingshan Refrigeration & Heat Transfer Technologies Co., Ltd.  
July 2, 2020