



# 哈尔滨电气股份有限公司

HARBIN ELECTRIC COMPANY LIMITED

(a joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 1133)

## INSIDE INFORMATION ANNOUNCEMENT ON RECEIPT OF THE ENFORCEMENT RULING FROM THE PEOPLE'S COURT OF SHIHE DISTRICT IN XINYANG CITY

Harbin Electric Corporation (the "Company") is a listed company under the Shanghai Stock Exchange Listing Rules (the "Listing Rules") of the Shanghai Stock Exchange (SSE) (the "SSE") (Stock Code: 601133).

On January 10, 2021, the Company received an enforcement ruling (the "Ruling") from the Shihe District People's Court in Xinyang City, Henan Province, China. The Ruling states that the Company is liable to pay a sum of RMB 127.1 million (approximately \$19.2 million) to Zhongnengda Company (the "Zhongnengda Company") for the Xinyang Project Contract (the "Xinyang Project Contract").

The Xinyang Project Contract is a contract for the procurement of system equipment for the Xinyang Project (the "Xinyang Project") (Beijing Zhongnengda Engineering Co., Ltd. (Zhongnengda Company) (the "Zhongnengda Company") (Henan Hongchang Gas Power Co., Ltd. Xinyang Gas Power Plant Engineering Island and Full Plant System Equipment Procurement Contract) (the "Xinyang Project Contract").

On June 30, 2022, the Company's total assets were \$127.1 million, and total liabilities were \$10.0 million. The Company's net assets were \$117.1 million.

In 2022, the Company's operating income was \$1.2 million, and net income was \$0.2 million. The Company's basic earnings per share were \$0.002.

In 2022, the Company's operating income was \$127.1 million, and net income was \$10.0 million. The Company's basic earnings per share were \$0.10.

The Company's financial position, financial performance, and cash flows are detailed in the accompanying financial statements. The Company's financial statements are prepared in accordance with the accounting principles generally accepted in the United States of America. The Company's financial statements are audited by an independent accounting firm.

**Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.**

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