



東方電氣股份有限公司

Dongfang Electric Corporation Limited

(A joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 1072)

(the "Company")

SHAREHOLDERS' COMMUNICATION POLICY

1. GENERAL POLICY

- 1.1 In accordance with the articles of association of the Company and the relevant requirements under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") (the "Listing Rules") and based on the actual situation of the Company, this policy is hereby set up for shareholders' communication affairs.
- 1.2 The Company pursues the fundamental principles of making fair disclosure of information to shareholders and conducting frank communication with shareholders.
- 1.3 The board of directors of the Company is responsible for maintaining an on-going dialogue with shareholders, and regularly reviewing the shareholders' communication policy to ensure its effectiveness.
- 1.4 The Company maintains the policy of frank communication, and deliver information to shareholders and investors through various channels: the Company's financial reports (including interim and annual reports); annual general meetings and other extraordinary general meetings that may be convened; as well as by making available on the Company's website all the disclosed information submitted to the Stock Exchange, the Company's communications and other Company's publications.

2. COMMUNICATION CHANNELS

Shareholders' general meetings

- 2.1 Shareholders are encouraged to participate in general meetings or to appoint proxies to attend and vote at meetings for and on their behalf if they are unable to attend the meetings.
- 2.2 There shall be appropriate arrangements to encourage shareholders' participation in annual general meetings.
- 2.3 The Company shall monitor and regularly review procedures for general meetings and, if necessary, changes will be made to ensure that shareholders' needs are best served.
- 2.4 Members of the board of directors of the Company (especially the chairman of each board committee or his delegate), appropriate administration and management executives and external auditors will attend annual general meetings to answer shareholders' questions.
- 2.5 According to the relevant provisions of the articles of association of the Company, notices of each general meeting shall be despatched to shareholders no less than 45 days prior to the date of meeting. Relevant circulars and meeting materials shall be delivered to shareholders in advance in accordance with the Listing Rules.

Shareholders' enquiries

- 2.6 Shareholders shall raise their queries about their shareholdings with the Company's share registrar.
- 2.7 Shareholders and investors may at any time request the Company's public information. The Company provides an enquiry line (86-28-87583666) and a designated email address (dsb@dongfang.com) for shareholders to make any query.

The Company's website

2.8 A dedicated “Investor Relations” section is available on the Company's website at www.dec-ltd.cn. Information on the Company's website is updated on a regular basis.

2.9 Information submitted by the Company to the Stock Exchange is posted on the Company's website immediately thereafter. Such information includes financial statements, results announcements, circulars and notices of general meetings and relevant explanatory documents, etc.

Ongoing communication with shareholders

2.10 In order to facilitate communication between the Company and the shareholders, the Company organizes various activities regularly:

- (a) Inviting shareholders to participate in the Company's results announcement briefings and roadshows;
- (b) Organizing site visiting tours;
- (c) Holding one-on-one meetings and conference calls with shareholders; and
- (d) Participating in investors summits or annual conferences held by relevant organizations.

2.11 The Company recognizes the importance of protecting shareholders' privacy and will not disclose shareholders' information without their prior consent, unless required by laws.

Note: If there is any discrepancy between the English text and the Chinese text in respect of the document, the Chinese text shall prevail.