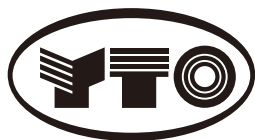


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第一拖拉机股份有限公司
FIRST TRACTOR COMPANY LIMITED*

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

(Stock Code: 0038)

ANNOUNCEMENT IN RELATION TO COMPLETION OF CHANGE OF BUSINESS REGISTRATION AND “COMBINATION OF THREE LICENCES”

First Tractor Company Limited* (the “**Company**”) and all members of the board (the “**Board**”) of directors (the “**Directors**”) of the Company hereby warrant that there are no false information, misleading statements or material omissions in this announcement, and accept several and joint responsibilities for the truthfulness, accuracy and completeness of its contents.

References are made to the resolutions of the Company regarding the general mandate to repurchase part of H shares approved at the 2015 annual general meeting, the first class meeting for holders of A shares in 2016 and the first class meeting for holders of H shares in 2016 convened on 27 May 2016, the announcements of the Company dated 19 July 2016, 1 August 2016, 1 September 2016, 11 October 2016, 1 December 2016 and 3 January 2017 respectively in relation to the implementation progress on the repurchase of H shares, and the announcement of the Company dated 26 May 2017.

COMPLETION OF CHANGE OF BUSINESS REGISTRATION

The Company has recently completed the change of business registration in respect of the reduction of the registered capital of the Company. The total number of shares of the Company decreased by 10,050,000 shares, and its registered capital decreased by RMB10,050,000. After such reduction of registered capital, the total number of shares of the Company is 985,850,000 and its registered capital is RMB985,850,000.

“COMBINATION OF THREE LICENCES”

Pursuant to the requirements under the documents of the “Opinion of the General Office of the State Council on Accelerating the “Combination of Three Licences” Registration System Reform (國務院辦公廳關於加快推進「三證合一」登記制度改革의意見)” (Guo Ban Fa [2015] No. 50) and the “Notice of Six Departments including the State Administration for Industry and Commerce on Implementing the “Opinion of the General Office of the State Council on Accelerating the “Combination of Three Licences” Registration System Reform” (工商總局等六部門關於貫徹落實〈國務院辦公廳關於加快推進「三證合一」登記制度改革的意見〉的通知)” (Gong Shang Qi Zhu Zi [2015] No. 121), the Company completed the “Combination of Three Licences” for its original business licence, organization code certificate and tax registration certificate. After such combination, the unified social credit code on the business licence of the Company shall be 91410000170005381W. Other registration items on the business licence of the Company remain unchanged.

By Order of the Board
FIRST TRACTOR COMPANY LIMITED*
YU Lina
Company Secretary

Luoyang, the PRC
25 July 2017

As at the date of this announcement, the Board comprises Mr. Zhao Yanshui (Chairman), Mr. Wang Erlong (vice Chairman) and Mr. Wu Yong as executive Directors; Mr. Li Hepeng, Mr. Xie Donggang, Mr. Li Kai and Mr. Yin Dongfang as non-executive Directors; and Ms. Yang Minli, Mr. Xing Min, Mr. Wu Tak Lung and Mr. Yu Zengbiao as independent non-executive Directors.

* *For identification purposes only*