

Wafangdian Bearing Co., Ltd. Announcement of Adjusting Additional Amount of Daily Related Transactions and the Total Annual Forecast of 2017.

The Company and whole members of the Board hereby ensure that the Notice is factual, accurate and complete without any false record, misleading statements or important omissions.

Because of the company's industry characteristics and the historical reason, the company's related party transactions is more complex and difficult, cannot make an accurate reservation at the beginning of the year or even mid-year for the amount of associated transactions with each affiliated party of the whole year. only according to the changing market situation, and the production and operation requirements in terms of dynamic adjustment, to ensure the rationality and accuracy of the estimated amount of the related party transactions.

I. Deliberation and additional cases on the company's 2017 annual daily related transactions

By the deliberation and approval of the 3th meeting of the company's 7th session of the board of directors and 2016 annual general meeting, it is predicted that the total amount of the company's related transactions on all commodity sales and purchases associated with the related parties in 2017 is 1,493,140,000 Yuan.

The 4th meeting of the company's 7th session of the board of directors made an additional amount for the daily trading quota of the company in 2017, with a new forecast of 1,683,090,000 Yuan in 2017.

The company's third provisional board of directors in 2017 adjusted the total amount of daily related transactions in 2017 and the total expected amount for the whole year, and the estimated total amount of daily related transactions in 2017 was 1,572,440,000 Yuan.

II Adjust the part of related transaction situation

(i) Basic information of related transactions

Director	Voting or not
Meng Wei	Suffrage avoiding
Zhao Yang	Suffrage avoiding
Sun Najuan	Suffrage avoiding
Sun Maolin	Suffrage avoiding
Chen Jiajun	Suffrage avoiding
Zhang Xinghai	Suffrage avoiding

In addition to the matters that above directors don't participate and need to abstain from voting, other directors vote yes for matters no need to abstain, there is neither negative vote nor abstention vote.

This proposal still needs to be submitted to the company's 2nd interim general meeting of shareholders of 2017 for deliberation and approval. At that time, the company's related shareholders will abstain from voting for the related matters.

(ii) Adjusting Additional Amount of Daily Related Transactions and the Total Annual Forecast of 2017

(1) Purchase from the related parties

In 0000RMB

Item No.	Related person	Related transaction contents	Approved amount	Additional amount in august 2017	Total forecast for 2017	Cause analysis
1	Wazhou Precision Steel Ball Company	Component	300	500	420	
2	Wazhou Exact Forge Ltd.		15,000	-	18,500	The price of raw materials has gone up
3	Dalian Wazhou Fengyuan Machinery Co., Ltd		11,000	-	8,500	Production of large products declined
4	Wazhou Group Precision Roller limited company		9,500	-	9,500	
5	Wazhou Group Precision Retainer Limited Company		5,000	-	5,000	
6	Dalian Wazhou Bearing Manufacturing Equipment Co., Ltd		900	1,200	1,500	Small batches of products increased in the market
7	Dalian Wazhou Jinzhou Machinery Co., Ltd		0	4,000	4,000	
	Subtotal		41,700	5,700	47,420	
8	Wazhou Group Wind power Bearing Ltd	Production	15,000	-	15,000	
9	Wazhou Group Exact Transmission Bearing Co., Ltd		9,000	-	9,000	
10	Dalian Wazhou Bearing Manufacturing Equipment Co., Ltd		1,000	1,400	1,400	
11	Wazhou Group high-end auto bearing limited company		20,000	-	13,000	Exports of car bearings have fallen
12	Wafangdian Tongda Bearing Manufacturing Co., Ltd		7,000	7,600	7,600	
	Subtotal		52,000	9,000	46,000	
13	Wazhou Group Equipment Technology Project Co., Ltd.	Equipment	500	800	800	
14	Dalian Wazhou Bearing Manufacturing Equipment Co., Ltd	Equipment	0	100	200	
	Subtotal		500	900	1,000	
15	Kugel- und Rollenlagerwerk Leipzig GmbH	Goods	500	700	400	Product market decline
	Subtotal		500	700	400	
16	Wazhou Group	Renting house	1,000	-	1,000	

17	Wazhou Group	Renting land	520	-	520	
18	Wazhou Group	Renting equipment	65	240	240	
	Subtotal		1,585	240	1,760	
19	Wafangdian bearing Power Limited Company	Water	13		13	
		Electricity	1,200	1,800	1,800	
		The heating	260		260	
	Subtotal		1,473	1,800	2,073	
20	Wazhou Group	Security and fire services	240	-	240	
		Promotional services	70	-	70	
		Technical development service	850	0	0	
		A trademark used	800	-	800	
21	Wazhou Group Bearing Engineering technology research center	Technical development service	0	850	600	
	Subtotal		1,960	850	1,710	
	Total purchase of related parties		99,718	19,190	100,363	

(2) Promote to the related parties

In 0000RMB

Item No.	Related person	Related transaction contents	Approved amount	Additional amount in august 2017	Total forecast for 2017	Cause analysis
22	Wazhou Group(USA) Bearing Co., Ltd	Production	12,500	-	7,000	Exports of car bearings have fallen
23	Wazhou Group Wind power Bearing Ltd		4,500	-	3,500	Product market decline
24	Wazhou Group high-end auto bearing limited company		6,500	10,000	15,000	Demand for domestic car bearings has risen
25	Wafangdian Tongda Bearing Manufacturing Co., Ltd		0	-	1,000	The company has an increased demand for free customers
26	Kugel- und Rollenlagerwerk Leipzig GmbH		50	300	450	
	Subtotal		23,550	10,300	26,950	
27	Wazhou Precision Steel Ball Company	Goods and	450		120	The company needs less

28	Wazhou Exact Forge Ltd.	materials	6,000	12,000	12,000	
29	Dalian Wazhou Bearing Manufacturing Equipment Co., Ltd		120	-	60	
30	Wazhou Group Wind power Bearing Ltd		500	-	500	
31	Wazhou Group Precision Roller limited company		1,500	3,000	2,500	The company needs less,but increased its free purchases
32	Wazhou Group Precision Retainer Limited Company		850	-	500	The company needs less,but increased its free purchases
33	Wazhou Group Special Precision Bearing Co., Ltd		50	-	50	
34	Wazhou Group high-end auto bearing limited company		700	-	200	The company needs less,but increased its free purchases
35	Wazhou Group Exact Transmission Bearing Co., Ltd		0	250	400	
36	Wafangdian Tongda Bearing Manufacturing Co., Ltd		0	50	50	
37	Wazhou Group		0	20	20	
	Subtotal		10,170	15,320	16,400	
38	Wazhou Group Exact Transmission Bearing Co., Ltd	Component	4,500		3,500	Product market decline
39	Wazhou Group high-end auto bearing limited company		3,500	6,900	4,600	Exports of car bearings have fallen
40	Wazhou Group Precision Roller limited company		0	500	400	
41	Wazhou Group Precision Retainer Limited Company		0	50	25	
42	Wazhou Group		3,400	0	0	
	Subtotal		11,400	7,450	8,525	
43	Wazhou Exact Forge Ltd.	Plant rent	130	-	130	
44	Wazhou Group Special Precision Bearing Co., Ltd		55	-	55	
45	Wazhou Group		350	-	0	The plant turned to high-end leasing
46	Wazhou Group Precision Roller limited company		55	-	55	
47	Wazhou Group Precision Retainer Limited Company		72	-	72	
48	Wazhou Group high-end auto bearing limited company		260	-	560	Group lease transfer
49	Dalian Wazhou Fengyuan Machinery Co., Ltd		10	-	10	
50	Dalian Wazhou Jinzhou Machinery Co., Ltd		77	-	77	
51	Wazhou Group(auto)	Machine rent	880	-	0	Equipment for high-end rental

52	Wazhou Group high-end auto bearing limited company		0	880	1,100	Group lease transfer and production increases
53	Wazhou Group Precision Roller limited company		950	-	950	
54	Wazhou Group Special Precision Bearing Co., Ltd		3	-	3	
55	Wazhou Group Precision Retainer Limited Company		210	-	210	
56	Wazhou Precision Steel Ball Company	Land rent	10	-	20	
57	Wazhou Group Precision Roller limited company		20	-	20	
58	Wazhou Group Precision Retainer Limited Company		30	-	30	
59	Wazhou Group Special Precision Bearing Co., Ltd		9	-	9	
60	Wazhou Exact Forge Ltd.		80	-	80	
	Subtotal		3,201	880	3,381	
61	Wazhou Precision Steel Ball Company	Heat treatment	180	-	150	
62	Wazhou Group Precision Roller limited company		1,000	-	1,400	The company has insufficient processing capacity
63	Wazhou Group Special Precision Bearing Co., Ltd		65	-	65	
64	Dalian Wazhou Jinzhou Machinery Co., Ltd		30	-	10	
	Subtotal		1,275		1,625	
	Total sales to related parties		49,596	33,950	56,881	

III Opinions of independent directors

Company for 2017 product structure adjustment and market changes, the company adapt to the changes in daily production and business operation process, to individual transactions timely adjustment, independent directors think reasonable, normal and controlled, and orderly manner. The company analyzed the excess parts one by one and followed the corresponding procedures.

The company has provided sufficient information to the independent director before considering this proposal, and has made a number of interpretation work, which has been approved by the independent director. The independent director agreed that the company would adjust the amount of additional amount and the estimated annual amount of daily related transactions in 2017 as reasonable and feasible

IV Documents available for reference

1. Resolution of the 2017 3rd extraordinary Board of Directors Meeting of WBC.;

2. Prior approval of independent directors and independent opinions;
3. Other documents required by the Shenzhen Stock Exchange

Hereby notify

**Board of Directors of
Wafangdian Bearing Co., Ltd.
12 Dexcember 2017**