GRAND BAOXIN AUTO GROUP LIMITED
廣匯寶信汽車集團有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock code: 1293)

COMPLETION OF PLACING OF NEW SHARES UNDER GENERAL MANDATE

Placing Agents

Morgan Stanley   UBS

(in alphabetical order)

The Board announces that the conditions of the Placing have been fulfilled and the completion of the Placing took place on 14 June 2017. 280,000,000 Placing Shares have been successfully placed by the Placing Agents to not less than six Placees at the Placing Price of HK$3.50 per Placing Share pursuant to the terms and conditions of the Placing Agreement.

Reference is made to the announcement (the "**Announcement**") of Grand Baoxin Auto Group Limited (the "**Company**") dated 6 June 2017 in respect of the placing of new Shares under general mandate. Unless defined otherwise, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

PLACING OF NEW SHARES UNDER GENERAL MANDATE

The Board announces that the conditions of the Placing have been fulfilled and the completion of the Placing took place on 14 June 2017. 280,000,000 Placing Shares have been successfully placed by the Placing Agents to not less than six Placees at the Placing Price of HK$3.50 per Placing Share pursuant to the terms and conditions of the Placing Agreement.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, the Placees and their ultimate beneficial owners are Independent Third Parties. None of the Placees has become a substantial shareholder (as defined under the Listing Rules) of the Company immediately after completion of the Placing.

The net proceeds from the Placing, after deduction of the commission payable to the Placing Agents and other costs, expenses and fees incurred in the Placing, are approximately HK$972,160,000 which is intended to be used for expansion and development of the Group's business and general working capital purposes.

SHAREHOLDING STRUCTURE

The 280,000,000 Placing Shares represent approximately (i) 10.95% of the issued share capital of the Company immediately before the completion of the Placing; and (ii) 9.87% of the issued share capital of the Company as enlarged by the allotment and issue of the Placing Shares.

Set out below is the shareholding structure of the Company immediately before and after completion of the Placing:

Name of Shareholders	**Immediately before completion of the Placing**		**Immediately after completion of the Placing**	
	Number of Shares	*Approximate %*	*Number of Shares*	*Approximate %*
China Grand Automotive Services (Hong Kong) Limited *(Note)*	1,917,983,571	75.00	1,917,983,571	67.60
Public Shareholders				
Placees	—	—	280,000,000	9.87
Other public Shareholders	639,327,858	25.00	639,327,858	22.53
Total	2,557,311,429	100.00	2,837,311,429	100.00

Note: China Grand Automotive Services (Hong Kong) Limited is a wholly-owned subsidiary of China Grand Automotive Services, Co., Ltd (廣匯汽車服務股份公司), a company established under the laws of the PRC, the shares of which are listed on the Shanghai Stock Exchange (SSE Stock Code: 600297).

By order of the Board
Grand Baoxin Auto Group Limited
Mr. Li Jianping
Chairman

Shanghai, the People's Republic of China, 14 June 2017

As at the date of this announcement, the executive Directors are Mr. LI Jianping, Mr. WANG Xinming, Mr. LU Ao and Mr. QI Junjie, the non-executive Directors are Mr. ZHOU Yu and Mr. LU Linkui, and the independent non-executive Directors are Mr. DIAO Jianshen, Mr. WANG Keyi and Mr. CHAN Wan Tsun Adrian Alan.