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 ANNOUNCEMENT

MAJOR AND CONNECTED TRANSACTIONS DISPOSALS OF THE ENTIRE EQUITY INTERESTS OF THE DISPOSAL COMPANIES

Reference is made to (i) the announcement of Grand Baoxin Auto Group Limited (the "**Company**") dated 24 May 2017 and (ii) the circular of the Company dated 12 June 2017 (the "**Circular**") in respect of the proposed disposal of the entire equity interests of the Disposal Companies. Unless otherwise defined, terms used in this announcement shall have the same meanings as those set out in the Circular.

Reference is also made to the announcement dated 29 June 2017 in respect of the poll results of the EGM. At the EGM, the resolution in relation to the Disposals has been approved by the Independent Shareholders.

The Board is pleased to announce that the Disposals were completed on 30 June 2017.

Following the completion of the Disposals, (i) each of Baoxin Finance and Dalian Huiyu has ceased to be a subsidiary of the Company and (ii) the 4S Store Loans will be amended to document the on-lending of the proceeds from the issuance of the Senior Perpetual Securities from Dalian Huiyu to such 4S stores of the Group, with the interest rate applicable to such loans being set with reference to the benchmark interest rate prescribed by the PBOC from time to time for the same type of loans, and which shall not be higher than the interest rates applicable to the same type of loans obtained by the Group from other domestic commercial banks in the PRC in the same period. No security over the assets of the Group will be required for such loans. As such loans will be on normal commercial terms and will not be secured by the assets of the Group, such transactions will be fully exempt from the reporting, annual review, announcement and independent shareholders' approval requirements for continuing connected transactions under Rule 14A.90 of the Listing Rules.

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

Shanghai, the PRC

30 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.