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比亞迪股份有限公司  
**BYD COMPANY LIMITED**

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

(Stock Code: 1211)

Website: <http://www.byd.com>

**(1) PROPOSED PREPARATION OF  
FINANCIAL STATEMENTS IN ACCORDANCE WITH  
CHINA ACCOUNTING STANDARDS FOR BUSINESS ENTERPRISES;  
AND  
(2) PROPOSED CESSATION OF APPOINTMENT OF  
THE INTERNATIONAL AUDITOR**

This announcement is made by the board of directors (the “**Board**”) of BYD Company Limited (the “**Company**”) in pursuance of Rule 13.51(4) of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Hong Kong Stock Exchange**”).

**PROPOSED PREPARATION OF FINANCIAL STATEMENTS IN ACCORDANCE WITH  
CHINA ACCOUNTING STANDARDS FOR BUSINESS ENTERPRISES**

Pursuant to the “*Consultation Conclusions on Acceptance of Mainland Accounting and Auditing Standards and Mainland Audit Firms for Mainland Incorporated Companies Listed in Hong Kong*” issued by the Hong Kong Stock Exchange on 10 December 2010 and the related amendments to the Listing Rules, with effect from 15 December 2010, Mainland incorporated issuers listed in Hong Kong are allowed to prepare their financial statements using Mainland accounting standards, and Mainland accounting firms that have been approved (the “**Approved Mainland Accounting Firms**”) by the Ministry of Finance of the People’s Republic of China and the China Securities Regulatory Commission are eligible to provide auditing services to issuers using Mainland auditing standards.

In view of the above and the fact that financial statements of the Company prepared under the China Accounting Standards for Business Enterprises (“**CASBE**”) and those under the Hong Kong Financial Reporting Standards are basically consistent with another, at the twentieth meeting of the seventh session of Board held on 29 March 2022, the Board has resolved to prepare only one set of financial statements for the Company in accordance with the CASBE for each of the forthcoming reporting periods starting from the financial year of 2022, subject to the approval of the the shareholders of the Company (the “**Shareholders**”) at the forthcoming annual general meeting (the “**Proposed Alignment**”).

Subject to the approval of the Shareholders at the forthcoming annual general meeting by way of ordinary resolution, it is expected that the financial statements of the Company in relation to the 2022 financial year and the financial periods thereafter will be prepared under CASBE.

The Company is of the view that the Proposed Alignment is in compliance with applicable laws, regulations, regulatory documents and the articles of association of the Company, and will not have a material effect on the operating results or financial position of the Company.

## **PROPOSED CESSATION OF APPOINTMENT OF THE INTERNATIONAL AUDITOR**

Ernst & Young is currently the international auditor for the Company that provides audit services in respect of the Company's financial statements prepared under the Hong Kong Financial Reporting Standards.

In light of the Proposed Alignment, on 29 March 2022, the Board has also resolved to (1) terminate the appointment of Ernst & Young as the international auditor of the Company; and (2) appoint Ernst & Young Hua Ming (LLP), being the existing domestic auditor of the Company and one of the Approved Mainland Accounting Firms, as the sole external auditor of the Company (the "**Proposed Cessation of Appointment of the International Auditor**") for the preparation of financial statements for the Company under CASBE, subject to the approval of the Shareholders at the forthcoming annual general meeting by way of ordinary resolution.

Ernst & Young has confirmed that there are no circumstances relating to the Proposed Cessation of Appointment of the International Auditor that need to be brought to the attention of the Shareholders. The Board and the audit committee of the Company confirm that there is no disagreement between the Company, the audit committee of the Company and Ernst & Young in relation to the Proposed Cessation of Appointment of the International Auditor. Each of the Board and the audit committee of the Company further confirmed that it is not aware of any matters regarding the Proposed Cessation of Appointment of the International Auditor that need to be brought to the attention of the Shareholders.

The Board would like to express its gratitude to Ernst & Young for the professional service provided to the Company in the past years.

## **GENERAL**

A circular containing, amongst others, further details of the Proposed Alignment and the Proposed Cessation of Appointment of the International Auditor, together with a notice convening the forthcoming annual general meeting, will be despatched to the Shareholders in due course.

By Order of the Board  
**BYD Company Limited**  
**Wang Chuan-fu**  
*Chairman*

Shenzhen, PRC, 29 March 2022

*As at the date of this announcement, the Board comprises Mr. Wang Chuan-fu being the executive Director, Mr. Lv Xiang-yang and Mr. Xia Zuo-quan being the non-executive Directors, and Mr. Cai Hong-ping, Mr. Zhang Min and Mr. Jiang Yan-bo being the independent non-executive Directors.*