China Yongda Automobiles Services Holdings Limited
(中國永達汽車服務控股有限公司)
(Incorporated under the laws of the Cayman Islands with limited liability)
(Stock Code: 03669)

POSITIVE PROFIT ALERT

This announcement is made by China Yongda Automobiles Services Holdings Limited (the "**Company**", together with its subsidiaries as the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") hereby informs the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary assessment of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2017, the Group is expected to record a substantial increase of more than 60% in the profit attributable to owners of the Company for the six months ended 30 June 2017 over the same period of 2016.

The expected substantial increase in the profit attributable to owners of the Company as mentioned above is mainly due to, *inter alia*, (i) a steady increase in the sales volume of new vehicles and the improvement in gross profit margin; (ii) the revenue from after-sales services increased rapidly; (iii) fast growth in finance and insurance services and pre-owned vehicles services.

The Company is still in the course of finalizing the consolidated interim results of the Group for the six months ended 30 June 2017. The information contained in this announcement is only based on the preliminary assessment made by the management of the Group on the unaudited management accounts for the relevant period, which may be subject to further adjustment in accordance with the relevant updated information upon review by the auditor of the Company. Shareholders and potential investors of the Company are advised to read carefully the announcement on the unaudited interim results of the Group for the six months ended 30 June 2017, which is expected to be published before the end of August 2017.

Shareholders of the Company and potential investors should exercise caution when dealing with the securities of the Company.

By order of the Board
China Yongda Automobiles Services Holdings Limited
Cheung Tak On
Chairman

The PRC, 20 July 2017

As at the date of this announcement, the Board comprises (i) five executive directors, namely Mr. Cheung Tak On, Mr. Cai Yingjie, Mr. Wang Zhigao, Mr. Xu Yue and Ms. Chen Yi; (ii) one non-executive director, namely Mr. Wang Liqun; and (iii) three independent non-executive directors, namely Mr. Lyu Wei, Mr. Chen Xianglin and Ms. Zhu Anna Dezhen.