慶鈴汽車股份有限公司
QINGLING MOTORS CO. LTD

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

(Stock Code: 1122)

PROFIT WARNING

This announcement is made by Qingling Motors Co. Ltd (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform 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 2020 (the "**Unaudited Consolidated Management Accounts**") and the information currently available to the Board, the Group is expected to record a decrease in net profit for the six months ended 30 June 2020 of approximately 50% to 60% as compared to that in the corresponding period in 2019. The expected decrease in net profit was mainly attributable to the negative impact of the novel coronavirus (COVID-19) pandemic on the market sentiment and business environment, affecting the sales volume of vehicles of the Group for the six months ended 30 June 2020.

In spite of this, the Group's overall operation, financial position and cash flow remain solid.

The Board would like to remind the Shareholders and potential investors that the information contained in this announcement is only a preliminary assessment made by the Board based on the Unaudited Consolidated Management Accounts and the information currently available, which have not been reviewed by the independent auditor and the audit committee of the Company. Therefore, the actual results of the Group for the six months ended 30 June 2020 may differ from the information contained in this announcement. Further details of the Group's financial information will be disclosed in the Group's unaudited interim results announcement for the six months ended 30 June 2020, which are expected to be published by the end of August 2020.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
QINGLING MOTORS CO. LTD
LUO Yuguang
Chairman

Chongqing, the PRC, 6 August 2020

As at the date of this announcement, the Board comprises 11 directors, of which Mr. LUO Yuguang, Mr. HAYASHI Shuichi, Mr. MAEGAKI Keiichiro, Mr. ADACHI Katsumi, Mr. LI Juxing, Mr. XU Song and Mr. LI Xiaodong are executive directors and Mr. LONG Tao, Mr. SONG Xiaojiang, Mr. LIU Tianni and Mr. LIU Erh Fei are independent non-executive directors.