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潤東汽車

China Rundong Auto Group Limited

中國潤東汽車集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1365)

INSIDE INFORMATION

ANNOUNCEMENT ON CONVENING THE FIRST CREDITORS' MEETING FOR RESTRUCTURING OF THE PRC SUBSIDIARIES OF THE COMPANY

This announcement is made by China Rundong Auto Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rules 13.09 and 13.25(1) of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to (i) the announcement of the Company dated 24 August 2020 in relation to the application for bankruptcy and restructuring (the “**Restructuring Application**”) against Rundong Automobile Group Co., Ltd. (“**Rundong Automobile**”); (ii) the announcement of the Company dated 28 December 2020 in relation to the Court’s ruling on acceptance of the Restructuring Application of Rundong Automobile; (iii) the announcement of the Company dated 14 January 2021 in relation to the appointment of the Manager by the Court in relation to the Restructuring Application of Rundong Automobile; (iv) the announcement of the Company dated 11 February 2021 in relation to modes of management and control during the restructuring period of Rundong Automobile; and (v) the announcement of the Company dated 16 April 2021 in relation to the substantive consolidated restructuring application against PRC subsidiaries of the Company (the “**Announcements**”). Unless otherwise defined, capitalised terms used herein shall bear the same meanings as defined in the Announcements.

THE FIRST CREDITORS' MEETING

The first creditors’ meeting regarding the restructuring of Rundong Group Enterprises (the “**First Creditors’ Meeting**”) was hosted by the Court on 25 August 2021 at 9:30 a.m. on the “National Enterprise Bankruptcy Information Disclosure Platform” (<http://pccz.court.gov.cn>) by means of an online conference, relevant information of which is set out as follows:

AGENDA OF THE FIRST CREDITORS' MEETING

The agenda of the First Creditors' Meeting includes: the introduction of progress of the case and appointment of chairman of the creditors' meeting by the Court; the performance report of the Manager; the Manager's report on requesting the creditors' meeting to verify the creditor's rights and verification of the creditor's rights at the creditors' meeting; the property status survey report of the Manager; the explanation of audit work by the auditor; the explanation of valuation by the valuer; voting procedures, etc.

Under the host of the Court, the First Creditors' Meeting successfully completed the scheduled meeting agenda.

VOTING AT THE FIRST CREDITORS' MEETING

The resolutions proposed at the First Creditors' Meeting were: (i) the proposal on the convening and voting method of subsequent creditors' meetings; (ii) the proposal on the proposed election of the creditors' committee at the creditors' meeting and the rules of procedure of the creditors' committee; and (iii) property management and disposal plan.

The main contents of the property management and disposal plan are the principles and mechanisms of property management, safeguard measures for property safety, basic principles and rules of property disposal. The property management and disposal plan does not involve debt settlement arrangement.

According to the voting rules of the First Creditors' Meeting, the First Creditors' Meeting adopted the combination of online voting and offline written voting. The creditors with voting rights attending the meeting shall complete the online voting at 17:00 on that day. The banking financial institutions that have not voted online shall despatch a written vote to the Manager within 20 days after the end of the First Creditors' Meeting (i.e. before 14 September 2021). The Manager will notify the creditors of the voting results of the First Creditors' Meeting within three days after the expiration of voting period. Therefore, whether the voting matters of the First Creditors' Meeting are approved shall be determined after the expiration of voting period.

The Company will closely monitor the development of the above restructuring matters and make further announcements in accordance with the Listing Rules in due course.

CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange was suspended from 9:00 a.m. on 1 April 2021 and will remain suspended until further notice.

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

By Order of the Board
China Rundong Auto Group Limited
Yang Peng
Chairman

Shanghai, the People's Republic of China, 26 August 2021

As at the date of this announcement, the executive directors of the Company are Mr. Yang Peng and Mr. Pei Yuanhe; and the independent non-executive directors of the Company are Mr. Mei Jianping, Mr. Chow Ming Sang, Mr. Xiao Zhengsan and Mr. Li Xin.