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中升集團控股有限公司  
**Zhongsheng Group Holdings Limited**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock code: 881)**

**OPERATIONAL UPDATE FOR  
FOURTH QUARTER AND FULL YEAR OF 2021**

This announcement is published on a voluntary basis by the board of directors (the “**Board**”) of Zhongsheng Group Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) to provide an operational update on the business of the Group in the fourth quarter and full year of 2021.

In the three months ended 31 December 2021:

- new car sales volume reached 137,930 units, representing a decrease of approximately 16% compared to the three months ended 31 December 2020. In particular, luxury brand new car sales volume reached 73,078 units, representing a decrease of approximately 16% compared to the three months ended 31 December 2020; and
- trade volume for pre-owned automobile reached 39,758 units, representing an increase of approximately 11% compared to the three months ended 31 December 2020.

In the 12 months ended 31 December 2021:

- new car sales volume reached 531,005 units, representing an increase of approximately 6% compared to the 12 months ended 31 December 2020. In particular, luxury brand new car sales volume reached 299,966 units, representing an increase of approximately 10% compared to the 12 months ended 31 December 2020; and
- trade volume for pre-owned automobile reached 139,477 units, representing an increase of approximately 32% compared to the 12 months ended 31 December 2020.

New car sales volume decreased over the three months ended 31 December 2021 compared to the same period in 2020, primarily due to supply disruption caused by the global shortage of semiconductor chips. Notwithstanding a drop in sales volume, through more favourable pricing conditions, the Group expects to record significant increases in its gross profit margin and gross profit for its new car sales in Q4 2021 and in the full year of 2021.

**The operational update in this announcement does not constitute, represent or indicate the full picture of the Group's financial performance. This announcement is based on the Board's preliminary review of the draft unaudited operational data of the Group and the preliminary information currently available to the Board, and is not based on any figures or information that has been audited or reviewed by the Company's auditor. The information contained in this announcement may be subject to change and/or adjustment. Shareholders of the Company and potential investors are advised to exercise caution when dealing in the Company's securities.**

By order of the Board of  
**Zhongsheng Group Holdings Limited**  
**HUANG Yi**  
*Chairman*

Hong Kong, 27 January 2022

*As at the date of this announcement, the executive Directors are Mr. Huang Yi, Mr. Li Guoqiang, Mr. Du Qingshan, Mr. Zhang Zhicheng, Mr. Li Guohui and Mr. Tang Xianfeng; the non-executive Directors are Mr. Chan Ho Yin and Mr. Hsu David; and the independent non-executive Directors are Mr. Shen Jinjun, Mr. Ying Wei, Mr. Chin Siu Wa Alfred and Mr. Li Yanwei.*