

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



China ZhengTong Auto Services Holdings Limited
中國正通汽車服務控股有限公司

(Incorporated under the laws of the Cayman Islands with limited liability)

(Stock Code: 1728)

PROFIT WARNING

This announcement is made by China ZhenGTong Auto Services Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited 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).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company 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 2024 and the information currently available to the Board, the Group is expected to record an increase in net loss for the six months ended 30 June 2024 of approximately 65% as compared to the corresponding period of the previous year.

Based on the information currently available, although the Group adjusted its business strategies in response to industry trends, continued to pivot and upgrade, and implemented measures to reduce costs and increase efficiencies, a decrease in sales volume and selling price of new vehicles during the relevant period due to intensified competition in the domestic automobile market has resulted in the above increase in net loss as compared to the corresponding period in 2023.

Based on the long-term strategic support of the Group's largest shareholder, Xiamen ITG Holdings Group Co., Ltd., and based on the assessment of the Group's unaudited consolidated management accounts for the six months ended 30 June 2024, the Board believes that the Group can adapt to industry changes and continue to maintain financial stability.

As the Company is still in the course of preparing the interim results for the six months ended 30 June 2024, the information contained in this announcement is only based on the preliminary review of the unaudited consolidated management accounts and the financial information currently available to the Board. Such information has not been reviewed by the Board and thus may be subject to adjustments.

The Group's financial results and performance for the six months ended 30 June 2024 will be set out in the forthcoming interim results announcement of the Company, which is expected to be published before the end of August 2024.

Shareholders and potential investors of the Company shall exercise caution when dealing in the securities of the Company.

By order of the Board
China ZhengTong Auto Services Holdings Limited
HUANG Junfeng
Chairman

Hong Kong, 23 August 2024

As at the date of this announcement, the Board comprises Mr. HUANG Junfeng (Chairman), Mr. ZENG Tingyi, Mr. WANG Mingcheng and Mr. CHEN Hong as executive Directors; and Dr. WONG Tin Yau Kelvin, Ms. YU Jianrong and Mr. SONG Tao as independent non-executive Directors.