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DONGFENG MOTOR GROUP COMPANY LIMITED*

東風汽車集團股份有限公司

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

(Stock Code: 489)

**ANNOUNCEMENT ON THE AUDIT RESULTS ISSUED BY THE NATIONAL
AUDIT OFFICE OF THE PEOPLE'S REPUBLIC OF CHINA**

Dongfeng Motor Group Company Limited* (the “**Company**”) hereby announces that the National Audit Office of the People's Republic of China (“**CNAO**”) conducted an audit on the revenues and expenditures of Dongfeng Motor Corporation (the “**Parent**”, the parent of the Company and together with its subsidiaries, the “**Parent Group**”) for the financial year ended 31 December 2015 (the “**Audit**”).

The results of the Audit indicate that, the Parent Group has placed great emphasis on developing its principal automobile business by optimising its business layout, launching four major self-owned brands of passenger vehicles including Dongfeng Fengshen, Dongfeng Fengxing, Dongfeng Fengguang and Dongfeng Fengdu, broadening joint-venture cooperation and expanding its international development model. The Parent Group has also optimised its internal control system and implemented comprehensive budget management and management tools such as KPI appraisal to progressively enhance its management capacity. Moreover, the Parent Group has pushed forward transformation of its supplementary businesses and company reform, actively explored reforms to diversify ownership of distressed enterprises to gradually resolve historical problems. However, the results of the Audit also point out that several issues exist in certain aspects in respect of the Parent Group, such as financial and accounting management, implementation of key national policy measures, corporate decision-making and internal management, implementation of the Eight Requirements of the Central Government (“**中央八項規定**”) and the rules of business integrity.

The Company has duly considered the issues related to the Company identified in the Audit. The board of directors and senior management of the Company discussed and analysed these issues specifically. The Company has issued rectification notices to and carried out full communication with the various departments and units involved to address the issues identified in the Audit. As at the date of this announcement, the

Company has taken effective rectification measures and the rectification process is nearly completed.

The Company believes that the relevant issues identified in the Audit do not have material impact on the Company's overall operation and performance and financial statements.

By order of the Board of
Directors

ZHU YANFENG

Chairman

Wuhan, the PRC, 23 June 2017

As at the date of this announcement, Mr. Zhu Yanfeng, Mr. Li Shaozhu and Mr. Liu Weidong are the executive directors of the Company and Mr. Ma Zhigeng, Mr. Zhang Xiaotie, Mr. Cao Xinghe and Mr. Chen Yunfei are the independent non-executive directors of the Company.

** For identification purposes only*