

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.



GRAND BAOXIN AUTO GROUP LIMITED

廣匯寶信汽車集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1293)

QUARTERLY UPDATE ON RESUMPTION PROGRESS

This announcement is made by Grand Baoxin Auto Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcements of the Company dated 28 March 2025, 31 March 2025, 29 April 2025, 18 June 2025, 30 June 2025, 14 July 2025, 19 August 2025, 3 October 2025, 31 December 2025 and 31 March 2026 regarding, among other things, the delay in publication of the 2024 Annual Results and the suspension of trading in the shares of the Company on the Stock Exchange from 9:00 a.m. on 1 April 2025, the resumption guidance for the resumption of trading in the shares of the Company and the quarterly update on resumption progress (collectively, the “**Announcements**”). Unless otherwise defined, capitalized terms used herein shall have the same meanings as those defined in the Announcements.

QUARTERLY UPDATE

In accordance with Rule 13.24A of the Listing Rules, the Company is required to provide quarterly updates on its developments, including, among other relevant matters, its business operations, resumption plan, progress in implementing the resumption plan, and any material changes to the resumption plan. The Company will continue to issue further announcements as appropriate to keep shareholders and potential investors informed of significant developments.

The Board hereby provides the following update on the developments and progress made by the Company as of the date of this announcement.

Business Operations

By June 2026, the remaining BMW dealership stores of the Group were gradually closed down. Going onwards, apart from a few after-sales service outlets, no dealership outlets are operated by the Group.

It is respectfully submitted that following the close-down of all dealership outlets, the Company is currently principally engaged in the leasing of properties and provision of after-sales repair services. The Company will closely monitor the outlook of the automotive dealership industry, proactively adjust its operating strategy, and, based on its current nationwide self-owned store assets, explore future paths for developing its core business.

Resumption Plan and Progress

Outstanding Audit Procedures and Matters of 2024 Annual Results

Reference is made to the announcements of the Company dated 6 November 2025 and 18 November 2025 in relation to the change of auditors of the Company.

Following the resignation of Rongcheng (Hong Kong) CPA Limited and the appointment of Beijing Xinghua Caplegend CPA Limited (“**Beijing Xinghua**”) as the new auditor of the Company, the Company is closely working with Beijing Xinghua on the completion of the audit of the 2024 Annual Results as soon as possible. Over the past year, the authorisation for dealership outlets of the Group had been revoked and all the dealership stores were closed as at the date of this announcement, which has led to frequent departures and replacements of key personnel and slowed necessary audit procedures such as confirmation requests and authorization for corporate credit reports. The deauthorized outlets require impairment test, so the Company has to engage external valuation firms to perform professional appraisals. Moreover, subsidiaries of the Group are geographically dispersed and many closed stores’ land and buildings have been leased to third parties, and some leased-and-built sites have been vacated or reclaimed by lessors, all of which increase the difficulty of on-site inventory and asset valuation. For these reasons, the related impairment tests are not yet finalized, and definitive audited financial figures cannot be produced.

Current Status and Progress of the Audit for the 2024 Annual Results

As at the date of this announcement, the Company is still in the process of completing the abovementioned outstanding audit procedures. The Company would like to emphasize despite the Company has acted promptly to provide requisite information and documents to Beijing Xinghua as requested, substantial part of the information and documents require collaborations from the external stakeholders of the Company, and the Company has been and is in the course of actively liaising with these stakeholders to respond to the auditors’ outstanding requests.

The Plan and Expected Timeline to Complete the Outstanding Audit Procedures

Based on the current audit work status and barring any unforeseen circumstances after the date of this announcement, it is expected that the necessary audit procedures such as obtaining bank confirmations and authorisations for corporate credit reports and the impairment tests will be completed by early September 2026.

The Company is working closely with Beijing Xinghua with a view to resolving outstanding matters and completing the audit of the 2024 Annual Results as soon as practicable. As at the date of this announcement, according to the current development of the audit progress, subject to completion of all audit work as agreed with Beijing Xinghua, the Company estimates that the 2024 Annual Results Announcement, the 2024 Annual Report, the 2025 Interim Results Announcement, the 2025 Interim Report and the 2025 Annual Report will be published on or before 30 September 2026.

CONTINUED SUSPENSION OF TRADING

Trading in the shares of the Company on the Stock Exchange has been suspended with effect from 9:00 a.m. on 1 April 2025, pending the publication of the 2024 Annual Results and 2025 Annual Results.

Shareholders of the Company and potential investors should exercise caution when dealing in the Company's shares.

By order of the Board
Grand Baoxin Auto Group Limited
Ma Fujiang
Chairman

Shanghai, the People's Republic of China, 30 June 2026

As at the date of this announcement, the Company's executive directors are Mr. MA Fujiang and Mr. WANG Sheng and the independent non-executive directors are Mr. HUANG Kai, Ms. LI Wenjun and Mr. CHEN Yuhang.