

*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.*



## **NEW FOCUS AUTO TECH HOLDINGS LIMITED**

**新焦點汽車技術控股有限公司\***

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

**(Stock Code: 360)**

### **INSIDE INFORMATION LITIGATION INVOLVING A WHOLLY-OWNED SUBSIDIARY**

This announcement is made by New Focus Auto Tech Holdings Limited (the “**Company**”) pursuant to Rule 13.09 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).

Inner Mongolia Chuangying Automobile Co., Ltd. (“**Inner Mongolia Chuangying**”), a wholly-owned subsidiary of the Company, was recently served with a summons as one of the defendants and is required to attend a court hearing on 28 June 2023 in a lawsuit filed by Ningbo Jiche Trading Co., Ltd.\* (寧波極車貿易有限公司) (“**Ningbo Jiche**”) as the plaintiff. Ningbo Jiche alleged that Inner Mongolia Chuangying breached a sales contract (the “**Sales Contract**”) between them by not paying the outstanding amount of RMB8,506,800 in accordance with the Sales Contract. The claims of Ningbo Jiche against Inner Mongolia Chuangying are as follows:

- (1) request before the court for a ruling that Inner Mongolia Chuangying shall pay the outstanding amount of RMB8,506,800 and compensate Ningbo Jiche for losses due to the overdue payment (calculated based on RMB8,506,800, multiplied by 1.5 times of the one-year loan market quoted rate (LPR) published by the National Interbank Funding Center authorized by the People’s Bank of China commencing from 9 October 2019 until the actual payment date). The calculated loss was RMB2,160,106.9 as of 14 April 2023;

- (2) request before the court for a ruling that Inner Mongolia Chuangying shall pay RMB1,010,680 as liquidated damages;
- (3) request before the court for a ruling that Inner Mongolia Chuangying shall compensate Ningbo Jiche the legal fees of RMB500,000; and
- (4) request before the court for a ruling that Inner Mongolia Chuangying shall bear the litigation costs and the preservation fees.

Inner Mongolia Chuangying is currently seeking legal advice and will proactively respond to the case. Due to the ongoing litigation and the uncertainty regarding the implementation and execution of the post-trial rulings, the impact on the Company's current or subsequent financial position is uncertain. The Company will make further announcement(s) in a timely manner if there is any progress of the litigation to keep its shareholders and potential investors informed of any significant development as and when appropriate.

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

By order of the Board  
**New Focus Auto Tech Holdings Limited**  
**Tong Fei**  
*Acting Chairman and Executive Director*

Hong Kong, 5 June 2023

*As at the date of this announcement, the Directors are: executive Director – TONG Fei; and independent non-executive Director – Li Qingwen.*

\* *For identification purposes only*