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YIXIN GROUP LIMITED

易鑫集团有限公司

(incorporated in the Cayman Islands with limited liability and carrying on business in Hong Kong as “Yixin Automotive Technology Group Limited”)
(Stock Code: 2858)

INSIDE INFORMATION UNAUDITED RESULTS FOR THE 2019 FIRST QUARTER OF OUR CONTROLLING SHAREHOLDER, BITAUTO HOLDINGS LIMITED

This announcement is issued 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The board (the “**Board**”) of directors (the “**Directors**”) of Yixin Group Limited 易鑫集团有限公司 (“**Yixin**” or the “**Company**” and together with its subsidiaries and consolidated affiliated entities, the “**Group**”) is pleased to announce certain information relating to the unaudited operational and financial performance of the Group (the “**Business Performance**”) for the first quarter ended March 31, 2019 (the “**2019 First Quarter**”).

On May 30, 2019 (6:06 a.m. US ET), Bitauto Holdings Limited (“**Bitauto**”), a company listed on the New York Stock Exchange (the “**NYSE**”) (NYSE: BITA) in the United States and a controlling shareholder of the Company, publicly released its unaudited results for the 2019 First Quarter (“**Bitauto Earnings Release**”). The Bitauto Earnings Release contains references relating to the Business Performance of the Company for the 2019 First Quarter. If you wish to review the Bitauto Earnings Release issued by Bitauto, please visit <http://ir.bitauto.com>. The Bitauto Earnings Release is also available in the public domain.

The financial results of Bitauto, including those contained in the Bitauto Earnings Release, have been prepared in accordance with Generally Accepted Accounting Principles (“**GAAP**”) of the United States (“**U.S. GAAP**”), which are different from International Financial Reporting Standards (“**IFRS**”). We use IFRS to prepare and present our financial information. As such, the financial information and additional financial measures, including adjusted net profit (“**Non-GAAP net income**”), which are unaudited and not required by, or presented in accordance with IFRS, in the Bitauto Earnings Release is not directly comparable to the financial results the Company discloses as a company listed on The Stock Exchange of Hong Kong Limited.

Our shareholders and potential investors are advised that the financial results contained in the Bitauto Earnings Release are unaudited and have not been prepared or presented by the Company and there is no indication or assurance from the Company that the financial results of our Group for the 2019 First Quarter will be the same as those presented in the Bitauto Earnings Release.

To ensure that all our shareholders and potential investors have equal and timely access to the information pertaining to the Company, set forth below are the key highlights of financial and other information published by Bitauto in the Bitauto Earnings Release that relate to the Company, some of which may constitute inside information of the Company.

“Yixin First Quarter 2019 Highlights

Bitauto’s controlled subsidiary Yixin, the primary operator of the Company’s transaction services business, continued to achieve faster growth than the industry, strengthen market leadership, and enhance competitive advantages.

In the first quarter of 2019, Yixin facilitated approximately 147,000 financed automobile transactions, increased by approximately 30% from the corresponding period in 2018. The total aggregate automobile financing amount facilitated through its loan facilitation services and self-operated financing business was approximately RMB11.30 billion (US\$1.68 billion).

In the quarter, Yixin’s financed new automobile transactions increased by approximately 23% from the corresponding period in 2018, while China’s new passenger vehicles sales decreased by 14% from the corresponding period in 2018, according to China Association of Automobile Manufacturers; and Yixin’s financed used automobile transactions increased by approximately 39% from the corresponding period in 2018, while China’s used passenger vehicle sales increased by 2% from the corresponding period in 2018, according to China Automobile Dealers Association. In the quarter, through its loan facilitation services for financing partners, Yixin facilitated approximately 97,000 financed automobile transactions, representing a year-over-year increase of nearly 10 times and approximately 66% of Yixin’s total financed automobile transactions.

In the first quarter of 2019, under U.S. GAAP, Yixin’s total revenues reached RMB1.66 billion (US\$247.6 million), representing a 35.3% increase from the corresponding period in 2018; gross profit reached RMB843.0 million (US\$125.6 million), representing a 40.8% increase from the corresponding period in 2018; net income was RMB104.5 million (US\$15.6 million), compared to a net loss of RMB221.4 million (US\$33.0 million) in the corresponding period in 2018; and Non-GAAP net income was RMB233.4 million (US\$34.8 million), compared to a Non-GAAP net loss of RMB62.3 million (US\$9.3 million) in the corresponding period in 2018.

In the first quarter of 2019, Yixin’s Non-GAAP net income is calculated as net income excluding share-based compensation of RMB85.3 million (US\$12.7 million), amortization of intangible assets resulting from asset and business acquisitions of RMB43.6 million (US\$6.5 million), and offset by tax effect of RMB0.04 million (US\$0.01 million). In the first quarter of 2019, Yixin entered into certain transactions with other subsidiaries of Bitauto, which have been eliminated upon Bitauto’s consolidation of Yixin. The cost of revenue and expenses that Yixin recorded for the services purchased from those subsidiaries of Bitauto amounted to RMB7.0 million (US\$1.0 million).

As of March 31, 2019, Yixin had cash and cash equivalents and restricted cash of RMB5.63 billion (US\$839.5 million), total finance receivables of RMB34.64 billion (US\$5.16 billion), and total borrowings, including bank borrowings and asset-backed securitization debt, of RMB28.17 billion (US\$4.20 billion).

As of March 31, 2019, 90+ days (including 180+ days) past due ratio and 180+ days past due ratio for all financed transactions (including the third-party loan facilitations) were 0.90% and 0.43%, respectively; 90+ days (including 180+ days) past due ratio and 180+ days past due ratio for Yixin's self-operated financing business were 1.17% and 0.58%, respectively.

Under U.S. GAAP, Yixin's provision for credit losses of finance receivables for the first quarter of 2019 was RMB81.1 million (US\$12.1 million). The balance of provision for credit losses of finance receivables was RMB361.5 million (US\$53.9 million) as of March 31, 2019."

The Business Performance for the 2019 First Quarter contained in this announcement represents preliminary statistics and a preliminary assessment based on the management accounts of the Group and such information has not been audited or reviewed by the Company's auditor.

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

By Order of the Board
Yixin Group Limited
易鑫集团有限公司
Andy Xuan Zhang
Chairman

Hong Kong, May 30, 2019

As at the date of this announcement, the Directors are:

Executive Directors	Mr. Andy Xuan Zhang and Mr. Dong Jiang
Non-executive Directors	Mr. James Gordon Mitchell, Mr. Jimmy Chi Ming Lai, Mr. Chenkai Ling and Mr. Huan Zhou
Independent non-executive Directors	Mr. Tin Fan Yuen, Mr. Chester Tun Ho Kwok and Ms. Lily Li Dong

This announcement may contain forward-looking statements. These forward-looking statements are based on information currently available to the Group and are stated herein on the basis of the outlook at the time of this announcement. They are based on certain expectations, assumptions and premises, some of which are subjective or beyond our control. These forward-looking statements may prove to be incorrect and may not be realised in future. Underlying these forward-looking statements are a large number of risks and uncertainties. In light of the risks and uncertainties, the inclusion of forward-looking statements in this announcement should not be regarded as representations by the Board or the Company that the plans and objectives will be achieved. Shareholders and potential investors should therefore not place undue reliance on such statements.