

CHINA AUTO ELECTRONICS GROUP LIMITED

(Incorporated in Bermuda with limited liability on 8 October 2003)

(Bermuda Company Registration Number 34300)



THE BONDS ISSUE – CLOSING OF BONDS ISSUE

Reference is made to the announcements released by China Auto Electronics Group Limited (the “**Company**”) on 14 August 2015, 30 September 2015, 19 October 2015 and 3 November 2015 in relation to the proposed issue of S\$60 million in aggregate principal amount of unsecured convertible bonds due 2018 (the “**Bonds Issue**”). All capitalised terms used and not defined herein shall have the same meanings given to them in the circular despatched to shareholders in relation to the Bonds Issue dated 19 October 2015.

The Company is pleased to announce that the Investors have agreed with the Company to effect the Closing on 9 November 2015, and the issue of the Convertible Bonds has successfully closed on the same day.

BY ORDER OF THE BOARD

China Auto Electronics Group Limited

Zhang Jingtang
Executive Chairman

9 November 2015