



Trans-China Automotive Holdings Limited
 #3002, 30th Floor, 88 Hing Fat Street, Causeway Bay, Hong Kong
 (Company Registration Number: 306871)
 (Incorporated in the Cayman Islands on 18 December 2015)

Trans-China Automotive Holdings Limited Voluntary Business Update

Hong Kong, SAR – 13 May 2026 - Trans-China Automotive Holdings Limited ("TCA" or the "Company", and together with its subsidiaries, the "Group") wishes to provide shareholders with a business update for the three-month period from 1 January 2026 to 31 March 2026 ("1Q2026"). All currency amounts referred to in this update are in Chinese Renminbi unless stated otherwise. The financial information for 1Q2026 is based on the Group's latest unaudited consolidated management accounts.

First Quarter 2026 Summary:

- New car sales and aftersales revenue of the comparable store sales* increased by 11.5% and 13.6% respectively
- TCA's total revenue declined by 7.3% in the first quarter of 2026 compared with same period prior year mainly due to the Company ceasing new cars sales operations in its BMW Guangzhou dealership
- New car price discounts narrowed during 1Q2026 resulting in a positive total contribution from automobile sales in 1Q2026 ("TCAS" defined as total of new car gross loss and other income)
- Consumer sentiment remains soft and Chinese car market continues to be intensely competitive

1Q2026 Business Update

The following table shows the quantity of vehicles sold and revenues for the first quarter of 2025 ("1Q2025") and 1Q2026. The financial information is based on the Group's unaudited consolidated management accounts for 1Q2025 and 1Q2026. The same financial metrics of the Group's comparable store sales can be found in the section titled "Select Financial Metrics of Comparable Store Sales" of this update.

Quantity and Revenue	1Q2025	1Q2026	1Q2026 vs 1Q2025
Units delivered ⁽¹⁾	1,304	1,142	(12.4)%
Revenue (RMB'000)			
- Sales of automobiles ⁽¹⁾	353,388	315,752	(10.7)%
- After-sales services	102,690	108,944	6.1%
- Agent commission	2,775	609	(78.1)%
Revenue (RMB'000)	458,853	425,305	(7.3)%
Revenue (S\$'000)⁽²⁾	85,767	78,181	(8.8)%

Notes:

* comparable store sales consists of BMW dealerships located in Foshan, Shenzhen and Chongqing, Service centre in Pingshan and McLaren and Genesis showrooms; exclude BMW Guangzhou's results

(1) Units delivered consists of new and pre-owned automobiles sold and cars delivered under agency arrangement; sales of automobiles consist of new and pre-owned automobile revenue

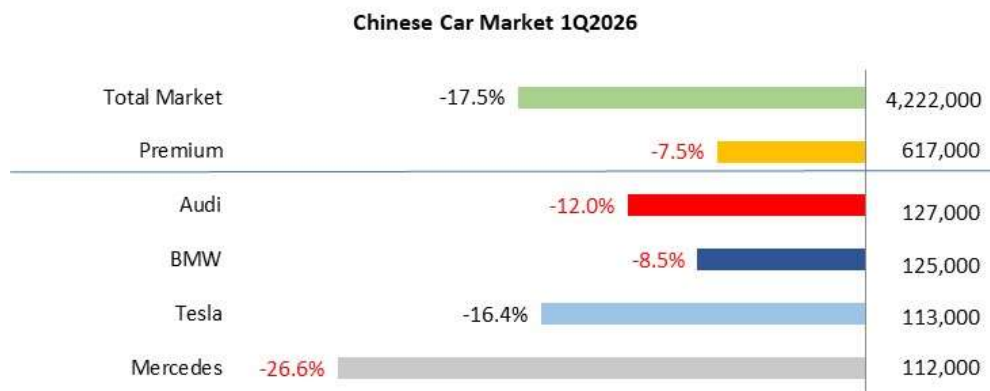
(2) Based on the average 3 months exchange rate of RMB5.35 in 1Q2025; RMB5.44 in 1Q2026

Overall business environment

China's economy recorded a 5.0% year-on-year (yoy) GDP growth in 1Q2026, with a 0.5 percentage point increase from the previous quarter but a 0.4 percentage point decrease compared to the same period in 2025¹. Despite the headline increase, retail sales remain soft due to the prolonged housing slump.

First quarter 2026 local economic growth also differs from the national GDP growth. In our key cities, Shenzhen's tech-based economy grew by 5.8% while Chongqing which is reliant on manufacturing grew by 4.5%. In contrast, Foshan, home to the Group's largest dealership, economy contracted by 2.4% during the 1Q2026 as it's economy is more exposed to real estate and related industries².

Purchase tax subsidy program for sub-RMB300,000 electric vehicles ended in 2025³. Combined with a weak retail spending lead to overall car sales declining by 17.5% in the first quarter of 2026 compared to the same period in the prior year. However, the premium segment proved far more resilient with a significantly smaller decline. Volume decreased by 7.5% (yoy) to 617,000 units in this category. BMW outperformed both its direct competitors and the wider market average.



See footnote for source⁴

¹ https://www.gov.cn/lianbo/202604/content_7065871.htm

² <https://baijiahao.baidu.com/s?id=1864450000386360714&wfr=spider&for=pc>

³ <https://baijiahao.baidu.com/s?id=1852001918025075140&wfr=spider&for=pcv>

⁴ The Company makes estimates based on the following sources

<https://www.cpcauto.com/newslist.php?types=csjd&id=4187>

<https://baijiahao.baidu.com/s?id=1862432723619941547&wfr=spider&for=pc>

<https://weibo.com/ttarticle/p/show?id=2309405288235072356458>

<https://baijiahao.baidu.com/s?id=1864687533182583901&wfr=spider&for=pc>

<https://baijiahao.baidu.com/s?id=1862331275882179151&wfr=spider&for=pc>

**Trans-China Automotive Holdings Limited**

#3002, 30th Floor, 88 Hing Fat Street, Causeway Bay, Hong Kong
(Company Registration Number: 306871)
(Incorporated in the Cayman Islands on 18 December 2015)

As described in our FY2025 annual report, the Chinese central government has introduced a series of anti-involution guidelines aimed at restoring market order and discipline in the automobile industry. While the Company has seen some developments, most of the tangible impact of these policies is expected to be felt in the medium to longer term. Currently, the Chinese auto market remains intensely competitive, beset by overcapacity. The estimated Chinese automobile production capacity is at 55 million units, almost double the 2025 new car market size⁵. Therefore, the Company expects operating conditions to remain challenging in the immediate term.

Automobile revenue

Automobile revenue decreased by 10.7% to RMB315.8 million in 1Q2026 compared with 1Q2025. The decrease was due to the cessation of new car sales operations in our Guangzhou BMW dealership. Comparable store new car sales increased by 11.5% in 1Q2026 as compared with 1Q2025. Although the market conditions remained difficult, sales discounts narrowed as a result of seasonally strong demand before Chinese New Year and manufacturer suggested retail price (“MSRP”) adjustment of some of the cars.

After-sales services revenue

Revenue from after-sales services during 1Q2026 was RMB108.9 million, representing an increase of 6.1% as compared to 1Q2025. Comparable store aftersales services revenue increased by 13.6% to RMB96.3 million in 1Q2026 as compared to 1Q2025. Over the last two years, the number of same branded dealerships in our markets have decreased and we have been successful in increasing market share as a result.

Agent commission

Agent commission refers to the delivery fee TCA receives for Genesis cars under an agency dealership business arrangement. In this arrangement, the Group does not take inventory of cars but instead receives a fee for each car delivered. Revenue from agent commission decreased by 78.1% to RMB0.6 million from the same period prior year. The decrease is due to lower delivery fee levels and lower delivery volume as a result of smaller operations

Corporate Developments

We phased out new car sales operations in our Guangzhou BMW Dealership in the third quarter of 2025 due to the difficult local car market and the impending expiry of the facility’s lease. We expect to terminate all remaining operations in this location completely by the end of FY2026.

We have also relocated two of our Genesis showrooms to smaller facilities. This arrangement honors our original commitment with the OEM partner to operate for a minimum set term. Our Genesis Guangzhou location also shares the premise with our remaining McLaren operation. This allows the Group to save on rental and staffing costs. At head office, we have made staff rationalization at every level. Our cashflow remain tight. As such, we will continue

⁵ <https://baijiahao.baidu.com/s?id=1854243524872545392&wfr=spider&for=pc>



Trans-China Automotive Holdings Limited
 #3002, 30th Floor, 88 Hing Fat Street, Causeway Bay, Hong Kong
 (Company Registration Number: 306871)
 (Incorporated in the Cayman Islands on 18 December 2015)

to optimize our dealership portfolio and prioritize resources towards higher profit potential stores with the objective of transforming the Company into a leaner and more focused organization.

Rights Issue Offer

As announced on 25 September 2025, we are proposing to undertake a renounceable non-underwritten rights issue ("**Rights Issue**"). Further announcements on the Rights Issue will be shared in due course.

Working Capital Deficit & Outlook

The cumulative losses over the past three fiscal periods have resulted in negative equity and working capital position deficit. Therefore, the Group continues to sustain its operations by relying on credit facilities provided by banks and our controlling shareholder, alongside extra vendor rebates provided by our OEM partners from time to time. To support long-term liquidity and financial resilience, TCA is exploring opportunities to raise additional funds from the capital markets while maintaining a rigorous focus on cost control and internal cash flow management. Operationally, the Group is prioritizing high inventory turnover and the steady expansion of both after-sales services and pre-owned vehicle segment to provide a stable foundation for revenue.

As the automotive industry is undergoing period of consolidation and resources reallocation, TCA remains committed to improving earnings quality and operational efficiency. By adopting a conservative approach to capital deployment and focusing on sound financial conditions, the Group aims to navigate current market shifts and capitalize on the long-term growth potential of the PRC automotive sector.

- END -

Select Financial Metrics of Comparable Store Sales

Quantity and Revenue	1Q2025	1Q2026	1Q2026 vs 1Q2025
Units delivered ⁽³⁾	1,034	1,142	10.4%
Revenue (RMB'000)			
- Sales of automobiles ⁽³⁾	283,256	315,752	11.5%
- After-sales services	84,758	96,305	13.6%
- Agent commission	2,775	609	(78.1)%
Revenue (RMB'000)	370,789	412,666	11.3%
Revenue (S\$'000)⁽⁴⁾	69,306	75,858	9.5%

Notes:

* Comparable store sales consists of BMW dealerships located in Foshan, Shenzhen and Chongqing, Service centre in Pingshan and McLaren and Genesis showrooms; exclude BMW Guangzhou's results

(3) Units delivered consists of new and pre-owned automobiles sold and cars delivered under agency arrangement; sales of automobiles consist of new and pre-owned automobile revenue

(4) Based on the average 3 months exchange rate of RMB5.35 in 1Q2025; RMB5.44 in 1Q2026

**Trans-China Automotive Holdings Limited**

#3002, 30th Floor, 88 Hing Fat Street, Causeway Bay, Hong Kong
(Company Registration Number: 306871)
(Incorporated in the Cayman Islands on 18 December 2015)

About Trans-China Automotive Holdings Limited (SGX: VI2)

Trans-China Automotive Holdings Limited (耀华汽车集团) (“TCA” or the “Company”, and together with its subsidiaries, the “Group”) is an automobile dealership group with operations in the People’s Republic of China (“PRC”). Focused on the distribution of premium and super premium automobiles under the BMW, McLaren and Genesis brands, the Group’s dealerships are in key cities in the PRC namely, Foshan, Shenzhen, Guangzhou, Chongqing, and Changsha. Its multiple business segments include the sale of new automobiles under its dealerships, sale of preowned automobiles that come from customer trade-ins, auction companies and other suppliers of used cars, provision of automobile agency services which are ancillary services such as automobile financing, insurance and car registration services, and provision of after-sales services which include repairs, maintenance and inspection of automobiles as well as the retailing of automobile parts and accessories.

For more information, please contact:

Michael Cheung, Executive Director and Chief Financial Officer

Email: michael.cheung@tca-auto.com

Phone: +852 3907-6018

Disclaimer

Figures for 1Q2025 and 1Q2026 stated in this business update are unaudited and are subject to revision. The financial figures contained herein have not been audited nor reviewed by the auditors.

The Company wishes to emphasise that none of the forward-looking statements in this document is intended to be a profit forecast, and should not be treated as such.

This document should be read as an overview of the Group’s current business activities and operating environment which may contain statements relating to the Group’s growth strategy and future business aspirations, based on the Directors’ best knowledge. These statements involve risks and uncertainties and should not be solely relied upon by investors or potential investors when making an investment decision. The Group will not be responsible for any consequences resulting from the use of this material as well as the reliance upon any opinion or statement contained herein.

Shareholders and potential investors are advised to exercise caution when dealing or trading in the shares of the Company. In the event of any doubt as to the action they should take, shareholders and potential investors should consult their financial, tax, legal or other professional advisers.

This announcement has been reviewed by the Company’s sponsor, RHT Capital Pte. Ltd. (the “Sponsor”). It has not been examined or approved by Singapore Exchange Securities Trading Limited (the “Exchange”) and the Exchange assumes no responsibility for the contents of this



Trans-China Automotive Holdings Limited

#3002, 30th Floor, 88 Hing Fat Street, Causeway Bay, Hong Kong
(Company Registration Number: 306871)
(Incorporated in the Cayman Islands on 18 December 2015)

document, including the correctness of any of the statements or opinions made, or reports contained in this document.

The contact person for the Sponsor is Mr. Leong Weng Tuck at 36 Robinson Road, #10-06 City House, Singapore 068877, Email: sponsor@rhtgoc.com.