

CHINA AUTO ELECTRONICS GROUP LIMITED

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

(Bermuda Company Registration Number 34300)



China Auto Electronics Group Limited

NOTIFICATION OF REMOVAL FROM WATCH-LIST UNDER LISTING RULE 1314(2) WITH EFFECT FROM 5 DECEMBER 2016

Reference is made to the announcements made by China Auto Electronics Group Limited (the "**Company**") dated 2 March 2016, 27 May 2016 and 15 August 2016 in relation to the inclusion of the Company on the watch-list due to the Minimum Trading Price Entry Criterion with effect from 3 March 2016 and quarterly updates thereon.

The Company had on 2 December 2016 received a letter from the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") which states *inter alia* that the SGX-ST had assessed the Company for removal from the watch-list, and based on the Company's average daily market capitalisation over the last 6 months, the SGX-ST advised that the Company will be removed from the watch-list with effect from 5 December 2016.

BY ORDER OF THE BOARD

Zhang Jingtang
Executive Chairman

5 December 2016