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The Company makes this announcement pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong). The information contained in this announcement is not for distribution, directly or indirectly, in or into the United States.

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China ZhengTong Auto Services Holdings Limited

中國正通汽車服務控股有限公司

(established under the laws of the Cayman Islands with limited liability)

(Stock code: 1728)

PARTIAL EXERCISE OF OVER-ALLOTMENT OPTION STABILIZING ACTIONS AND END OF STABILIZING PERIOD

PARTIAL EXERCISE OF THE OVER-ALLOTMENT OPTION

The Company announces that the Over-allotment Option was partially exercised by the Stabilizing Manager in consultation with the Joint Bookrunners on behalf of the International Underwriters on 31 December 2010 in respect of 46,022,500 Shares, representing approximately 9.20% of the Offer Shares initially available under the Global Offering, to cover over-allocations in the International Offering. The Over-allotment Shares consist of existing Shares held by Joy Capital which has been offered for sale at HK\$7.30 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.003% and Hong Kong Stock Exchange trading fee of 0.005%), being the Offer Price per Offer Share under the Global Offering.

STABILIZING ACTIONS AND END OF STABILIZING PERIOD

The Company also announces that the stabilizing period in connection with the Global Offering ended on 1 January 2011. The stabilizing actions undertaken during the stabilizing period were:

- (1) over-allocations of an aggregate of 75,000,000 Shares in the International Offering, representing 15% of the Shares initially available under the Global Offering before any exercise of the Over-allotment Option;
- (2) the borrowing of an aggregate of 75,000,000 Shares from Joy Capital pursuant to the Stock Borrowing Agreement;
- (3) the purchase of an aggregate of 28,977,500 Shares at the price ranging from HK\$6.79 to HK\$7.30 per Share on the market (exclusive of brokerage of 1%, SFC transaction levy of 0.003% and Hong Kong Stock Exchange trading fee of 0.005%); and
- (4) partial exercise of the Over-allotment Option on 31 December 2010 in respect of 46,022,500 Shares, representing approximately 9.20% of the Shares initially available under the Global Offering before any exercise of the Over-allotment Option.

The last purchase made in the course of the stabilizing period in the open market was on 31 December 2010 at the price of HK\$7.3 per Share.

1. PARTIAL EXERCISE OF THE OVER-ALLOTMENT OPTION

The Company announces that the Over-allotment Option was partially exercised by the Stabilizing Manager in consultation with the Joint Bookrunners on behalf of the International Underwriters on 31 December 2010 in respect of 46,022,500 Shares (the “**Over-allotment Shares**”), representing approximately 9.20% of the Shares initially available under the Global Offering before any exercise of the Over-allotment Option, to cover over-allocations in the International Offering.

The Over-allotment Shares consist of existing Shares held by Joy Capital which has been offered for sale at HK\$7.30 per share (exclusive of 1% brokerage, SFC transaction levy of 0.003% and Hong Kong Stock Exchange trading fee of 0.005%), being the Offer Price per Offer Share under the Global Offering.

Listing of and permission to deal in the Over-allotment Shares has already been granted by the listing committee of the Hong Kong Stock Exchange. Listing of and dealing in the Over-allotment Shares has commenced on the Main Board of the Hong Kong Stock Exchange at 9:30 a.m. on 10 December 2010.

The shareholding structure of the Company immediately before and immediately after the exercise of Over-allotment Option is as follows:

	Immediately before the exercise of the Over-allotment Option		Immediately after the exercise of the Over-allotment Option	
	Number of shares	Approximate percentage of the Company's issued share capital	Number of shares	Approximate percentage of the Company's issued share capital
Joy Capital	1,500,000,000	75%	1,453,977,500	72.7%
Public Shareholders	500,000,000	25%	546,022,500	27.3%
Total number of shares	2,000,000,000	100%	2,000,000,000	100%

The net proceeds to be received by Joy Capital upon the sale of the Over-allotment Shares are estimated to be approximately HK\$324 million. The Company will not receive any proceeds in respect of the sale of the Over-allotment Shares.

The Company continues to comply with the public float requirements under Rule 8.08(1)(a) of the Listing Rules.

2. STABILIZING ACTIONS AND END OF STABILIZING PERIOD

The Company makes this announcement pursuant to Section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Cap. 571W of the Laws of Hong Kong) and announces that the stabilizing period in connection with the Global Offering ended on 1 January 2011.

The stabilizing actions undertaken during the stabilizing period were:

- (1) over-allocations of an aggregate of 75,000,000 Shares in the International Offering, representing 15% of the Shares initially available under the Global Offering before any exercise of the Over-allotment Option;
- (2) the borrowing of an aggregate of 75,000,000 Shares from Joy Capital pursuant to the Stock Borrowing Agreement;
- (3) the purchase of an aggregate of 28,977,500 Shares at the price ranging from HK\$6.79 to HK\$7.30 per Share on the market (exclusive of brokerage of 1%, SFC transaction levy of 0.003% and Hong Kong Stock Exchange trading fee of 0.005%); and

- (4) partial exercise of the Over-allotment Option on 31 December 2010 in respect of 46,022,500 Shares, representing approximately 9.20% of the Shares initially available under the Global Offering before any exercise of the Over-allotment Option.

The last purchase made in the course of the stabilizing period in the open market was on 31 December 2010 at the price of HK\$7.3 per Share.

The Over-allotment Option for the Global Offering was partially exercised by the Stabilizing Manager in consultation with the Joint Bookrunners on behalf of the International Underwriters on 31 December 2010 in respect of an aggregate of 46,022,500 Shares, representing approximately 9.20% of the Shares initially available under the Global Offering before any exercise of the Over-allotment Option, at the Offer Price of HK\$7.30 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.003% and Hong Kong Stock Exchange trading fee of 0.005%), to cover overallocations in the International Offering.

By order of the Board of Directors
China ZhengTong Auto Services Holdings Limited
WANG Kunpeng
Executive Director

Hong Kong, 3 January 2011

As at the date of this announcement, our executive Directors are Mr. WANG Kunpeng, Mr. LI Zhubo, Mr. CAO limin and Mr. LIU Dongli, our non-executive Directors are Mr. WANG Muqing and Mr. CHEN Tao, our independent non-executive Directors are Mr. TAN Xiangyong, Mr. ZHANG Yansheng and Dr. WONG Tin Yau, Kelvin.