

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



吉利汽車控股有限公司  
GEELY AUTOMOBILE HOLDINGS LIMITED

*(Incorporated in the Cayman Islands with limited liability)*

(Stock code: 175)

## VOLUNTARY ANNOUNCEMENT

This is a voluntary announcement made by Geely Automobile Holdings Limited (the “**Company**”).

The board of directors (the “**Board**”) of the Company announces that it has been advised by 浙江吉利控股集團有限公司 (Zhejiang Geely Holding Group Company Limited, “**Zhejiang Geely Holding Group**”), a company owned as to 90% by Mr. Li Shufu (“**Mr. Li**”), an executive director and the controlling shareholder of the Company, that on 9 March 2012, a subsidiary of Zhejiang Geely Holding Group and Volvo Car Corporation (“**Volvo Car**”), a company controlled by Mr. Li, signed memorandum of understanding (“**MOU**”) on transfer of technology.

- I. Pursuant to the MOU, Zhejiang Geely Holding Group will leverage its full access to the Volvo authorized technologies and develop its premium brand so as to enrich its product portfolio and further enhance its product quality and competitive edge.
- II. To cope with challenges of the global automobile industry and further satisfy customer needs, both parties have been exploring ways to tap on the synergy and develop strategic projects of global significance. These joint efforts will include:
  1. Joint development of small displacement, high performance and green engine family;
  2. Joint development of safe, light-weight and environmentally friendly small car platform;  
and
  3. Joint development of shared powertrain technology of electric vehicle, hybrid vehicles and plug-in hybrid vehicles.

The potential development of premium products for Zhejiang Geely Holding Group may constitute competition business to those currently being engaged by the Group. Pursuant to the irrevocable undertaking provided by Zhejiang Geely Holding Group to the Group on 27 March 2010, upon being notified of any decision by the Company pursuant to a resolution approved by a majority of the independent non-executive directors of the Company, Zhejiang Geely Holding Group will, and will procure its associates (other than the Group) to sell to the Group all or any part of the businesses and related assets of the business that might be competing with the business of the Group.

The Company is currently discussing with Zhejiang Geely Holding Group with respect to its involvement in the MOU, based on the core principles that (a) Zhejiang Geely Holding Group and Mr. Li will continue to undertake the constructive and sustainable development of the Company; (b) the undertaking from Zhejiang Geely Holding Group and its associates to avoid undertaking future competing business against those engaged by the Company; and (c) the compliance with applicable laws and regulations (in particular, the Listing Rules) at all times.

As at the date of this announcement, no definite terms on the actual scope of cooperation have been concluded between the Company and Zhejiang Geely Holding Group. If the parties identify an area for actual cooperation, a formal agreement will be entered into to regulate, among others, the funding of the project, rights to use the result of the cooperation, licenses and other terms of the cooperation. The Company will comply with the requirements of Chapter 14 and Chapter 14A of the Listing Rules where appropriate when a formal agreement has been signed.

**Investors and shareholders of the Company should note that the Company is currently not a party to the cooperation between a subsidiary of Zhejiang Geely Holding Group and Volvo Car. The discussion between the Company and Zhejiang Geely Holding Group in respect of the Company's involvement in the MOU is in its preliminary stage and may or may not result in the Company being involved in the cooperation within the MOU. Investors and shareholders are advised to exercise caution when dealing in the securities of the Company.**

By order of the Board of  
**Geely Automobile Holdings Limited**  
**David C.Y. Cheung**  
*Company Secretary*

Hong Kong, 9 March 2012

*As at the date of this announcement, the executive directors of the Company are Mr. Li Shu Fu (Chairman), Mr. Yang Jian (Vice Chairman), Mr. Gui Sheng Yue (Chief Executive Officer), Mr. Ang Siu Lun, Lawrence, Mr. Liu Jin Liang, Dr. Zhao Fuquan, Ms. Wei Mei, Mr. Li Dong Hui, Daniel and Mr. An Cong Hui, the non-executive directors of the Company are Mr. Wang Yang and Mr. Yin Da Qing, Richard and the independent non-executive directors of the Company are Mr. Lee Cheuk Yin, Dannis, Mr. Song Lin, Mr. Yeung Sau Hung, Alex and Mr. Fu Yu Wu.*