



Koenigsegg to embark on evolutionary journey for future growth

Press release 29 January 2019, Ängelholm, Sweden

Koenigsegg AB is forming a strategic partnership with NEVS AB, enabling the development of parallel vehicle models in slightly higher volumes with emphasis on electrification, as well as strengthening growth opportunities in the hyper car segment. NEVS is making a capital injection of EUR 150 million, thereby taking a 20 percent minority stake in Koenigsegg's parent company. Additionally, the parties are forming a joint venture to expand into new market segments where NEVS AB is contributing USD 150 million in starting capital for a 65 percent stake and Koenigsegg obtains 35 percent by contributing primarily with intellectual property, technology licenses, and product design.

The partnership will deepen an already existing collaboration between Koenigsegg and NEVS, creating synergies between their geographical footprints, experiences and competencies. Koenigsegg already has a distinguished unique market position for hyper cars, and through the additional joint venture NEVS and Koenigsegg are partnering up to develop a product for new and untapped segments, leveraging both of the companies' strengths.

Through NEVS production facilities in Trollhättan, Koenigsegg will access additional capabilities as well as benefiting from the extensive automotive knowledge in the region, whilst maintaining their centre of excellence in Ängelholm. Alongside NEVS capacity for production in Trollhättan and China, NEVS through its majority owner Evergrande, has a wide distribution platform and channels through ownership in one of China's largest car retailers.

"Koenigsegg is breaking new ground, capitalising on our unique technology, performance track record and market position to explore and develop new products. This partnership will create the best conditions for Koenigsegg to accelerate growth in the hyper car market, as well as enabling us to break ground into an untapped market segment together with NEVS. We very much look forward to working together with NEVS to develop products that ensure a sustainable future", says Christian von Koenigsegg, Founder and CEO of Koenigsegg.

"Koenigsegg is an enticing company developing advanced cars with unique technology and with a customer base that is one of a kind. To be able to expand our investment in the Swedish automotive industry through a company that we know and have an established relationship with, is an important step for us. We have both competencies and facilities to support Koenigsegg on their journey forward, something we look very much forward to", says Kai Johan Jiang, Chairman of the Board of Directors at NEVS AB.

Advisers

HSBC Bank plc is acting as financial adviser, and Lindahl is acting as legal adviser to Koenigsegg's parent company.

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About Koenigsegg

Koenigsegg Automotive AB is a globally leading producer of exclusive hyper cars based in Sweden. The company was founded in 1994 by Christian von Koenigsegg who still today leads the company. Koenigsegg strives to create the perfect sports car by utilizing Swedish design and unique in-house developed technology. Koenigsegg holds several patents and is pioneering energy efficient and green technology in its market place. Its class leading hyper cars also hold several performance world records and are distributed globally to car connoisseurs. Headquartered in Ängelholm, Sweden, the company employs over 200 people. For more information, please visit www.koenigsegg.com.

About NEVS

Founded in 2012 after acquiring the assets of Saab Automobile AB, NEVS seeks to shape mobility for a more sustainable future through a global portfolio of fully electric premium vehicles, mobility solutions, and sustainable city offerings. NEVS' head office and main research and development facilities are located in Trollhättan, Sweden, with about 650 employees.

NEVS has growing operations in China. The company's first plant in Tianjin was finalized 2018 and during 2019 serial production of NEVS 9-3 EV will start. At the same time, a new plant in Shanghai is under construction, scheduled for production of EV cars during 2020.

NEVS was the first joint venture company with investors from outside China that was granted a New Energy Passenger Vehicle Project investment approval by the Chinese government. By the end of 2018, NEVS was granted the certificate to manufacture and sell cars from the plant in Tianjin.

NEVS is not only focusing on electrical vehicles. NEVS also plans to deploy autonomous vehicles in the early 2020s, both in the EU and China.

In January 2019, it was announced that Evergrande Health had acquired 51% of the shares in NEVS AB to become a global leader in new energy smart travel ecology. The founder and chairman of NEVS, Kai Johan Jiang, with his company, NE Holding, will have 49 % of the shares.

NEVS is an abbreviation of National Electric Vehicle Sweden.

For more information, please visit www.nevs.com