For the 12 months ended December 31, 2018, the Company generated service fee income of RMB0.37 million for the provision of entrusted management services to Yanjiao Furen Hospital. The Company will make best effort to minimize the negative influence resulting from the possible termination of the Management Agreements by Yanjiao Furen Hospital, and will take all the reasonable actions to protect the interests of the Company and shareholders. The Company will make further announcement in due course according to the relevant provisions of the Listing Rules.

The shareholders and potential investors of the Company shall act prudently when trading the securities of the Company.

By Order of the Board
Wenzhou Kangning Hospital Co., Ltd.
Guan Weili
Chairman

Zhejiang, the PRC
June 25, 2019

As at the date of this announcement, the executive directors of the Company are [illegible]; the non-executive directors are [illegible]; and the independent non-executive directors are [illegible].