

CORRIGENDUM ANNOUNCEMENT ON INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED JUNE 30, 2017

Reference is made to the announcement of the interim results of the Company for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017, and the announcement of the interim results of the Company for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017.

The Company has identified an error in the calculation of the diluted earnings per share for the six months ended June 30, 2017, and the diluted earnings per share for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017, and the announcement of the interim results of the Company for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017. The error is related to the calculation of the diluted earnings per share for the six months ended June 30, 2017, and the diluted earnings per share for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017, and the announcement of the interim results of the Company for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017.

The error is related to the calculation of the diluted earnings per share for the six months ended June 30, 2017, and the diluted earnings per share for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017, and the announcement of the interim results of the Company for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017. The error is related to the calculation of the diluted earnings per share for the six months ended June 30, 2017, and the diluted earnings per share for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017, and the announcement of the interim results of the Company for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017.

On July 14, 2017, the Company has identified an error in the calculation of the diluted earnings per share for the six months ended June 30, 2017, and the diluted earnings per share for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017, and the announcement of the interim results of the Company for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017. The error is related to the calculation of the diluted earnings per share for the six months ended June 30, 2017, and the diluted earnings per share for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017, and the announcement of the interim results of the Company for the six months ended June 30, 2017, as set out in the Company's 2017 Interim Results Announcement dated June 21, 2017.

Due to the error in the calculation of the 2017 annual financial statements, the Company has corrected the error and adjusted the 2017 annual financial statements. The correction of the error has no impact on the Company's 2017 annual financial statements. The correction of the error is as follows:

(I) Effect of the 2017 error correction on the 2017 annual financial statements (Unit: RMB)

Name of item in financial statements	Before adjustment	Correction of error	After adjustment
Income Statement			
Income	2,390,872	-5,243,377	-2,852,505
Operating expenses	39,610,671	-5,243,377	34,367,294
Operating income	42,319,211	-5,243,377	37,075,834
Net income	30,305,485	-5,243,377	25,062,108
Net income attributable to shareholders	31,710,313	-5,243,377	26,466,936
Minority interest			
Basic earnings per share	0.43		0.36
Diluted earnings per share	0.43		0.36
Balance sheet			
Capital	795,919,512	5,243,377	801,162,889
Reserves	134,640,863	-5,243,377	129,397,486
Equity attributable to shareholders	1,022,149,317		1,022,149,317
Minority interest			

(II) Net effect of the 2017 error correction on the 2017 annual financial statements.

The effect of the 2017 error correction on the 2017 annual financial statements is as follows:

The correction of the error has no impact on the Company's 2017 annual financial statements. The correction of the error is as follows:

Board of Directors
Wenzhou Kangning Hospital Co., Ltd.
GUAN Weili
Chairman

Zhang Jia, PRC
 January 22, 2018

As of the date of this announcement, the Company's executive directors are Mr. GUAN Weili, Ms. WANG Lianyue and Ms. WANG Hongyue; the non-executive directors are Mr. YANG Yang and Mr. LIN Lijun; and the independent non-executive directors are Mr. CHONG Yat Keung, Mr. HUANG Zhi and Mr. GOT Chong Key Clevin.