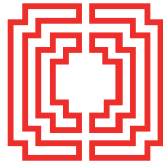


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溫州康寧醫院股份有限公司
Wenzhou Kangning Hospital Co., Ltd.

(A joint stock limited liability company incorporated in the People's Republic of China)
Stock code: 2120

ANNOUNCEMENT POSITIVE PROFIT ALERT

This announcement is made by Wenzhou Kangning Hospital Co., Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Hong Kong Stock Exchange**”) (the “**Listing Rules**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company hereby informs the shareholders of the Company and potential investors that, based on the currently available unaudited management accounts of the Group and the preliminary assessment by the Company’s management, it is expected that the Group will record an increase in profit attributable to equity owners of more than 50% for the six months ended June 30, 2018, as compared to the six months ended June 30, 2017. The expected growth in profit attributable to equity owners is primarily attributed to the rapid increase in bed utilization rates of Wenzhou Yining Geriatric Hospital, Quzhou Yining Hospital and Pingyang Kangning Hospital, which started to contribute profit during the six month periods ended June 30, 2018 while they recorded losses during the same period of 2017.

The information set out in this announcement is only based on a preliminary assessment by the management of the Company based on the unaudited consolidated management accounts of the Company for the six months ended June 30, 2018 and other information currently available to the Company, which has not been reviewed or audited by the Company’s auditors. Details on the financial information for the six months ended June 30, 2018 to be disclosed in the interim results announcement of the Company shall prevail.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Wenzhou Kangning Hospital Co., Ltd.
GUAN Weili
Chairman

Zhejiang, the PRC
July 23, 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.