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温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

MONTHLY UPDATE ANNOUNCEMENT REGARDING PUBLIC FLOAT

Wenzhou Kangning Hospital Co., Ltd. (the "**Company**") would like to update the shareholders of the Company (the "**Shareholders**") and potential investors on the status of its public float.

Reference is made to the announcements of the Company dated February 5, 2026, March 2, 2026, April 9, 2026, May 7, 2026 and June 3, 2026 (the "**Announcements**"), respectively, in relation to the insufficiency of the public float of the Company. Unless otherwise defined, terms capitalized in this announcement shall have the same meanings as those defined in the Announcements.

To the best of the knowledge, information and belief of the board of directors of the Company (the "**Board**"), as at the date of this announcement, the public float of the Company is approximately 24.11%, which falls below the requirements of Rule 8.08 and Rule 19A.28B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Stock Exchange**") (the "**Listing Rules**") that at least 25% (the "**Minimum Prescribed Percentage**") of the total issued shares of the Company (the "**Shares**") must be held by the public.

PROGRESS IN RESTORING PUBLIC FLOAT

As stated in the Announcements on Application for the Full Circulation of Shares, the Company has submitted an application to the CSRC as at August 21, 2025 in respect of the conversion of 9,286,359 domestic Shares into H Shares of the Company. On 22 June 2026, the CSRC published on its website the filing notice in relation to the full circulation of the Company's shares and confirmed the relevant information. The filing procedures in relation to the Conversion and Listing have been completed.

Upon completion of the Full Circulation of Shares, the number of H Shares of the Company held by the public will increase by 9,286,359 shares. Therefore, the H Shares of the Company held by the public following the completion of the Full Circulation of Shares will be 26,258,059 shares in aggregate, representing approximately 37.30% of the Company's total issued Shares (deducting 1,959,800 H Shares that have been repurchased but not yet cancelled) as at the date of this announcement. The Company will then meet the Minimum Prescribed Percentage.

As of the date of this announcement, the implementation plan for the Full Circulation and the Conversion and Listing has not yet been finalised. The Full Circulation and the Conversion and Listing remain subject to the completion of other relevant procedures as required by the Stock Exchange and other domestic and overseas regulatory authorities. The Company will continue to advance the work relating to the Full Circulation and the Conversion and Listing, and will make further announcements on the relevant progress as and when appropriate.

The Company expects that the Minimum Prescribed Percentage under the Listing Rules will be restored by September 2026 at the latest.

BUSINESS OPERATIONS

As of the date of this announcement, the Company and its subsidiaries have continued their normal business operations.

PUBLIC FLOAT STATUS AND OWNERSHIP COMPOSITION OF THE H SHARES OF THE COMPANY

As at the date of this announcement, the public float status and the ownership composition of the H Shares of the Company are detailed in the table below:

	Number of Shares	**Approximate percentage of the Company's issued share capital (deducting 1,959,800 H Shares that have been repurchased but not yet cancelled) as at the date of this announcement**
Domestic Shares	52,760,000	74.94%
H Shares (deducting 1,959,800 H Shares that have been repurchased but not yet cancelled):	17,639,100	25.06%
Number of H Shares held by the non-public persons:	**667,400**	**0.95%**
Ms. WANG Lianyue (a director of the Company)	149,300	0.21%
Mr. WANG Jian (a director of the Company)	209,100	0.30%
Ms. WANG Hongyue (younger sister of Ms. WANG Lianyue)	309,000	0.44%
Number of H Shares held by the public:	**16,971,700**	**24.11%**
OrbiMed Advisors LLC	1,454,000	2.07%
OrbiMed Capital LLC	2,150,900	3.06%
OrbiMed Partners Master Fund Limited	1,279,900	1.82%
OrbiMed Partners II, L.P.	1,052,000	1.49%
UBS Group AG	1,029,400	1.46%
ZOU Haili	1,680,000	2.39%
Kangning Success Holding Limited	3,347,975	4.76%
Other public	4,977,525	7.07%
Total	**70,399,100**	**100%**

The Company will continue to monitor the issue of insufficient public float and will make monthly announcements in accordance with the Listing Rules to keep Shareholders and the market informed of the progress made in restoring the public float. The Company will not undertake any actions that may further reduce its percentage of public float.

Shareholders and potential investors of the Company should exercise caution when dealing in the Shares.

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

Zhejiang, the PRC
July 6, 2026

As at the date of this announcement, the Company's executive directors are Mr. GUAN Weili, Ms. WANG Lianyue and Mr. WANG Jian; the non-executive directors are Mr. QIN Hao and Mr. LI Changhao; and the independent non-executive directors are Ms. ZHONG Wentang, Ms. JIN Ling and Mr. SZETO Wing Fu.