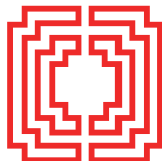

THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in any doubt about this circular or the action to be taken, you should consult your stockbroker or other registered dealer in securities, bank manager, solicitor, professional accountant or other professional adviser.

If you have sold or transferred all your shares in **Wenzhou Kangning Hospital Co., Ltd.**, you should at once hand this circular, together with the accompanying form of proxy to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this circular, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this circular.



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

**PROPOSED A SHARE OFFERING AND LISTING ON THE CHINEXT MARKET AND
RELATED MATTERS**

**PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION AND RELATED
RULES OF PROCEDURES**

**PROPOSED APPOINTMENT OF MR. LI CHANGHAO AS A
NON-EXECUTIVE DIRECTOR**

**PROPOSED APPOINTMENT OF MR. XU YONGJIU AS A
SHAREHOLDER REPRESENTATIVE SUPERVISOR**

**NOTICE OF THE FIRST EXTRAORDINARY GENERAL MEETING FOR THE YEAR
2021**

**NOTICE OF THE FIRST H SHAREHOLDERS' CLASS MEETING FOR THE YEAR 2021
AND**

**NOTICE OF THE FIRST DOMESTIC SHAREHOLDERS' CLASS MEETING FOR THE
YEAR 2021**

The EGM of the Company will be held at Conference Room, 12/F, Building 1, Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC, at 2:00 p.m. on Friday, October 8, 2021, and the H Shareholders' Class Meeting will be held immediately after the conclusion of the EGM or any adjourned meeting thereof (whichever the later), and the Domestic Shareholders' Class Meeting will be held immediately after the conclusion of the H Shareholders' Class Meeting or any adjourned meeting thereof (whichever the later).

A letter from the Board is set out on pages 4 to 28 of this circular.

The notices convening the EGM, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting are set out on pages 29 to 38 of this circular.

Whether or not you are able to attend the EGM, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting, you are required to complete the accompanying form of proxy in accordance with the instructions printed thereon and return it as soon as possible, and in any case, must be duly delivered at least 24 hours prior to the time of convening the EGM, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting or any adjourned meeting thereof. The completion and return of the form of proxy will not preclude you from attending and voting in person at the EGM, the H Shareholders' Class Meeting or the Domestic Shareholders' Class Meeting or any adjourned meeting thereof.

September 17, 2021

CONTENTS

	Page
Definitions	1
Letter from the Board	4
Notice of the First Extraordinary General Meeting for the Year 2021 and Closure of Register of Members	29
Notice of the First H Shareholders' Class Meeting for the Year 2021	33
Notice of the First Domestic Shareholders' Class Meeting for the Year 2021	36
Appendix I – Proposal on the Remedial Measures for the Dilution of Immediate Returns and Undertakings from the Relevant Responsible Parties	39
Appendix II – Shareholders Dividend Distribution Plan within Three Years following the Listing	43
Appendix III – Proposal on the Price Stabilization Plan of A Shares for Three Years following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares) on the Chinext Market	47
Appendix IV – Comparison Table of the Amendments to the Articles of Association (Draft)	53
Appendix V – Comparison Table of the Amendments to the Rules of Procedures for General Meetings	101
Appendix VI – Comparison Table of the Amendments to the Rules of Procedures for Board Meetings	122
Appendix VII – Comparison Table of the Amendments to the Rules of Procedures for Meetings of the Supervisory Committee	127

DEFINITIONS

In this circular, unless the context otherwise requires, the following expressions shall have the following meanings:

“A Share(s)”	ordinary share(s) proposed to be issued by the Company under the A Share Offering and subscribed for in RMB, which will be listed on the ChiNext Market of the Shenzhen Stock Exchange and traded in RMB
“A Share Offering”, “A Share Offering and Listing” or “Offering and Listing”	proposed initial public offering by the Company of no more than 8,288,922 A Shares. The relevant A Shares will be listed on the ChiNext Market of the Shenzhen Stock Exchange
“Articles of Association”	the articles of association of the Company, as amended, modified or supplemented from time to time
“Board”	the board of directors of the Company
“Class Meetings”	the H Shareholders’ Class Meeting and the Domestic Shareholders’ Class Meeting
“Company”	Wenzhou Kangning Hospital Co., Ltd., a joint stock limited liability company established under the laws of the PRC, the H Shares of which are listed on the Main Board of the Hong Kong Stock Exchange (Stock Code: 2120)
“Company Law”	the Company Law of the PRC (《中華人民共和國公司法》), as amended, supplemented or otherwise modified from time to time
“CSRC”	China Securities Regulatory Commission
“Director(s)”	the director(s) of the Company
“Domestic Share(s)”	ordinary share(s) in the share capital of the Company with a nominal value of RMB1.00 each, which is (are) subscribed for or credited as fully paid in RMB and currently not listed or traded on any stock exchange
“Domestic Shareholder(s)”	holder(s) of the Domestic Share(s)

DEFINITIONS

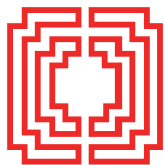
“Domestic Shareholders’ Class Meeting”	the 2021 First Domestic Shareholders’ Class Meeting of the Company to be held at Conference Room, 12/F, Building 1, Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC on Friday, October 8, 2021 immediately after the conclusion of the EGM and the H Shareholders’ Class Meeting (or any adjournment thereof)
“EGM”	the 2021 First Extraordinary General Meeting of the Company to be held at Conference Room, 12/F, Building 1, Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC on Friday, October 8, 2021 at 2:00 p.m.
“H Share(s)”	overseas listed foreign invested ordinary share(s) in the share capital of the Company with a nominal value of RMB1.00 each, which is (are) listed on the Main Board of the Hong Kong Stock Exchange
“H Shareholder(s)”	holder(s) of the H Share(s)
“H Shareholders’ Class Meeting”	the 2021 First H Shareholders’ Class Meeting of the Company to be held at Conference Room, 12/F, Building 1, Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC on Friday, October 8, 2021 immediately after the conclusion of the EGM (or any adjournment thereof)
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Hong Kong Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended, supplemented or otherwise modified from time to time
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Latest Practicable Date”	September 16, 2021, being the latest practicable date prior to the printing of this circular for the purpose of ascertaining certain information contained in this circular
“PRC” or “China”	the People’s Republic of China
“RMB”	Renminbi, the lawful currency of the PRC

DEFINITIONS

“Rules of Procedures for Board Meetings”	the Rules of Procedures for the Meetings of the Board of Directors of Wenzhou Kangning Hospital Co., Ltd. (《溫州康寧醫院股份有限公司董事會議事規則》), as amended, supplemented or otherwise modified from time to time
“Rules of Procedures for General Meetings”	the Rules of Procedures for the General Meetings of Wenzhou Kangning Hospital Co., Ltd. (《溫州康寧醫院股份有限公司股東大會議事規則》), as amended, supplemented or otherwise modified from time to time
“Rules of Procedures for Meetings of the Supervisory Committee”	the Rules of Procedures for the Meetings of Supervisory Committee of Wenzhou Kangning Hospital Co., Ltd. (《溫州康寧醫院股份有限公司監事會議事規則》), as amended, supplemented or otherwise modified from time to time
“Securities Law”	the Securities Law of the PRC (《中華人民共和國證券法》), as amended, supplemented or otherwise modified from time to time
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
“Share(s)”	ordinary share(s) in the shares of the Company with a nominal value of RMB1.00 each, including Domestic Shares and H Shares
“Shareholder(s)”	shareholder(s) of the Company
“Shenzhen Stock Exchange”	The Shenzhen Stock Exchange
“Supervisor(s)”	the supervisor(s) of the Company
“Supervisory Committee”	the supervisory committee of the Company
“%”	per cent

Certain amounts or percentage figures included in this circular have been subject to rounding adjustments. Accordingly, figures shown as totals in certain table(s) may not be an arithmetic aggregation of the figures preceding them.

LETTER FROM THE BOARD



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

Executive Directors:

GUAN Weili (管偉立) (Chairman)

WANG Lianyue (王蓮月)

WANG Hongyue (王紅月)

Non-executive Director:

QIN Hao (秦浩)

Independent Non-executive Directors:

ZHAO Xudong (趙旭東)

ZHONG Wentang (鐘文堂)

LIU Ning (劉寧)

To the Shareholders,

Dear Sir or Madam,

**PROPOSED A SHARE OFFERING AND RELATED MATTERS
PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION AND RELATED
RULES OF PROCEDURES
PROPOSED APPOINTMENT OF MR. LI CHANGHAO AS A
NON-EXECUTIVE DIRECTOR
PROPOSED APPOINTMENT OF MR. XU YONGJIU AS A
SHAREHOLDER REPRESENTATIVE SUPERVISOR
NOTICE OF THE FIRST EXTRAORDINARY GENERAL MEETING FOR THE YEAR
2021
NOTICE OF THE FIRST H SHAREHOLDERS' CLASS MEETING FOR THE YEAR 2021
AND
NOTICE OF THE FIRST DOMESTIC SHAREHOLDERS' CLASSMEETING FOR THE
YEAR 2021**

I. INTRODUCTION

Reference is made to the announcement of the Company dated August 6, 2021 in relation to the proposed A Share Offering and listing on the ChiNext Market and related matters and the proposed amendments to the Articles of Association and related rules of procedures. At the Board meeting held on August 6, 2021, the following resolutions were passed by the Board:

1. the proposal on the proposed initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market;

LETTER FROM THE BOARD

2. the proposal on authorization to the Board to deal with matters in connection with the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market at its full discretion at the general meeting;
3. the proposal on the investment projects to be funded by the proceeds from the initial public offering of RMB ordinary shares (A Shares) and its feasibility plan;
4. the proposal on the plan for distribution of accumulated undistributed profits before the completion of the initial public offering of RMB ordinary shares (A Shares);
5. the proposal on the remedial measures for the dilution of immediate returns and undertakings from the relevant responsible parties;
6. the proposal on the formulation of the Shareholders Dividend Distribution Plan for the First Three Years Following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares) on the ChiNext Market;
7. the proposal on the Price Stabilization Plan of A Shares for Three Years Following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares);
8. the proposal on the undertakings and restrictive measures in connection with the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market;
9. the proposal on the engagement of relevant intermediaries for the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market;
10. the proposal on the exemption from the preparation of a report on the use of proceeds from the previous fund raising;
11. the proposed formulation of the Articles of Association (draft) (applicable after the issue of A Shares);
12. the proposed amendments to the Rules of Procedures for General Meetings (applicable after the issue of A Shares);
13. the proposed amendments to the Rules of Procedures for Board Meetings (applicable after the issue of A Shares); and
14. the proposed approval to convene the EGM and the Class Meetings.

Reference is made to the announcement of the Company dated September 16, 2021 in relation to the proposed appointment of new Director and the proposed amendments to the Articles of Association. At the Board meeting held on September 16, 2021, the following resolutions were passed by the Board:

15. to consider and approve the proposed amendments to the current Articles of Association; and
16. to consider and approve the proposed appointment of Mr. LI Changhao as a non-executive Director.

LETTER FROM THE BOARD

Items 1 to 13, 15 and 16 above shall be submitted to the EGM for Shareholders' consideration. Items 1, 2, 3, 5 and 7 above shall be submitted to the Class Meetings for Shareholders' consideration.

Items 1, 2, 3, 6, 11 to 13 and 15 above are to be approved as special resolutions by the Shareholders at the EGM and/or the Class Meetings (as the case may be). The remaining proposals are to be approved as ordinary resolutions by the Shareholders at the EGM and/or the Class Meetings (as the case may be).

At the meeting of the Supervisory Committee held on August 6, 2021, the resolution on the proposed amendments to the Rules of Procedures for Meetings of the Supervisory Committee was passed by the Supervisory Committee and shall be submitted to the EGM for Shareholders' consideration as a special resolution. At the meeting of the Supervisory Committee held on September 16, 2021, the resolution on the proposed appointment of Mr. XU Yongjiu as a Shareholder representative Supervisor was passed by the Supervisory Committee and shall be submitted to the EGM for Shareholders' consideration as an ordinary resolution.

II. PROPOSED INITIAL PUBLIC OFFERING AND LISTING OF RMB ORDINARY SHARES (A SHARES) ON THE CHINEXT MARKET

The Board is pleased to announce that, in order to better provide high-quality medical services to the general public, seize the development opportunities brought about by the rapid economic growth in China, and continue to enhance the core competitiveness and presence of the Company, the Company proposes to apply for the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market of the Shenzhen Stock Exchange. Pursuant to the provisions of relevant laws, regulations, rules and regulatory documents including the Company Law, the Securities Law and the Rules Governing the Listing of Shares on the ChiNext Market of the Shenzhen Stock Exchange, after taking into consideration the actual condition of the Company, the Company has formulated the plan for the Offering and Listing as follows:

1. Type of Shares to be Issued

The type of Shares to be listed under the Offering and Listing is RMB ordinary shares (A Shares) in the PRC.

2. Nominal Value of Shares to be Issued

The nominal value of Shares under the Offering and Listing is RMB1.00 per Share.

3. Offering Size

All Shares under the Offering and Listing are new Shares for public offering, with no sales of Shares by the original Shareholders of the Company in the Offering and Listing. The number of RMB ordinary shares (A Shares) proposed to be issued by the Company to the public shall be no more than 8,288,922 Shares, which shall be no more than 10% of the total share capital of the Company upon the offering.

LETTER FROM THE BOARD

The final offering size shall be determined by the Board as authorized at the general meeting, taking into consideration the Company's capital requirements and market demand, upon negotiation with the sponsor(s) (the underwriter(s)), provided that the Company shall continue to comply with the requirements in relation to the minimum public float in the Hong Kong Listing Rules upon the A Share Offering. The offering size shall be adjusted accordingly upon the occurrence of the issue of bonus shares, capitalization of capital reserve and other ex-rights events.

4. *Target Subscribers*

Qualified inquiring subscribers, and domestic natural persons, legal persons and other investors who have maintained accounts with the Shenzhen Stock Exchange (except those prohibited by the national laws and regulations and other regulatory requirements for subscription) or other investors recognized by the securities regulatory authorities.

The Company has confirmed that all Shares under the A Share Offering will be issued to non-connected persons of the Company and their close associates.

5. *Method of Pricing*

In accordance with the actual conditions of the domestic and overseas capital markets and the Company at the time of the A Share Offering and comprehensively taking into account the interests of the existing Shareholders as a whole, the issue price of the A Shares will be determined by a combination of making enquiries with offline investors or by direct negotiations between the lead underwriter(s) and the Company, or by any other method recognized by the CSRC in accordance with relevant laws and regulations and the listing rules of the Shenzhen Stock Exchange.

The final issue price shall be subject to relevant regulations, and in principle shall not be less than the Company's latest audited net asset value per Share prior to the A share Offering. For reference only, the Company's audited net asset value per Share as at December 31, 2020 calculated based on financial information prepared under the China Accounting Standards for Business Enterprises is RMB17.62.

6. *Method of Offering*

A combination of offline placing to inquiring subscribers and online offering to public investors at a fixed price based on the market capitalization, or other methods permitted by laws and regulations. The final method of share offering shall be determined upon negotiation between the Company and the lead underwriter(s).

7. *Method of Underwriting*

To be underwritten by the sponsor(s) (the lead underwriter(s)) on a standby commitment basis.

LETTER FROM THE BOARD

8. *Place of application for listing*

Shenzhen Stock Exchange.

9. *Fees and Expenses*

Underwriting fees, sponsor fees, attorney fees, audit and capital verification fees, listing application service fees, information disclosure fees and other related expenses shall be borne by the Company and deducted from the proceeds from the offering of new Shares.

10. *Validity Period of the Resolution*

The resolution on the plan for the Offering and Listing shall be valid for 12 months from the date of consideration and approval of this resolution at the general meeting, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting.

In the event that the A Share Offering cannot be completed during the relevant period and the Company proposes to proceed the proposed A Share Offering and listing, the Company will convene a general meeting to seek further approval from the Shareholders on extending the validity period of such resolution.

The above proposals will be separately submitted to the EGM, H Shareholders' Class Meeting and Domestic Shareholders' Class Meeting, respectively, for consideration and approval by way of special resolutions.

III. PROPOSAL ON AUTHORIZATION TO THE BOARD TO DEAL WITH MATTERS IN CONNECTION WITH THE INITIAL PUBLIC OFFERING AND LISTING OF RMB ORDINARY SHARES (A SHARES) ON THE CHINEXT MARKET AT ITS FULL DISCRETION AT THE GENERAL MEETING

In order to ensure the efficient operation and smooth implementation of the Offering and Listing, it is proposed at the general meeting, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting of the Company to authorize the Board to deal with specific matters in connection with the Offering and Listing at its full discretion within the scope authorized by the general meeting, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting according to the laws, regulations, rules, regulatory documents and the requirements of relevant departments:

1. To formulate and implement the specific plan for the Offering and Listing in accordance with the provisions of national laws, regulations and regulatory documents, as well as the resolutions of the general meeting, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting of the Company.

LETTER FROM THE BOARD

2. To determine the offering size, method of pricing, target subscribers, method of offering, offering period and other related matters in connection with the Offering and Listing within the scope of the resolutions of the general meeting, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting pursuant to the requirements of the CSRC and the actual condition of the securities market.
3. To review, revise and execute documents related to the Offering and Listing, including but not limited to prospectus, letter of intent and other related documents.
4. To approve and execute the contracts, agreements and related legal documents in connection with the investment projects to be funded by the proceeds from the Offering and Listing.
5. To adjust and revise the plans for the Offering and Listing and the use of proceeds from the Offering and Listing, except for those to be otherwise resolved at the general meeting, according to the provisions of relevant laws, regulations and regulatory documents, as well as the requirements of the CSRC and the Shenzhen Stock Exchange.
6. To authorize the Board to make corresponding adjustments to the specific plans for the Offering and Listing in accordance with the updated policies and regulations of the securities regulatory authorities if the securities regulatory authorities update the policies and regulations for the initial public offering and listing of shares, except for those to be otherwise resolved at the general meeting as required by such policies and regulations.
7. To make application to the Shenzhen Stock Exchange in respect of the listing and trading of shares and other related matters upon completion of the offering.
8. To amend the relevant articles in the Articles of Association and handle the change in registered capital of the Company and other related business registration matters based on the results of the offering.
9. To revise the public undertakings made by the Company in the Offering and Listing in accordance with the requirements of the securities regulatory authorities.
10. To determine a special account for raised funds before the offering as needed.
11. To handle the relevant procedures for equity registration at the China Securities Depository and Clearing Corporation Limited, Shenzhen Branch, and listing and trading on the Shenzhen Stock Exchange upon completion of the offering.
12. To handle all other matters related to the Offering and Listing at its full discretion, subject to the relevant laws, regulations and regulatory documents.

LETTER FROM THE BOARD

The authorization shall be valid for 12 months from the date of consideration and approval of this resolution at the general meeting, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting of the Company.

This proposal will be submitted to the EGM, H Shareholders' Class Meeting and Domestic Shareholders' Class Meeting, respectively, for consideration and approval by way of special resolution.

IV. PROPOSAL ON THE INVESTMENT PROJECTS TO BE FUNDED BY THE PROCEEDS FROM THE INITIAL PUBLIC OFFERING OF RMB ORDINARY SHARES (A SHARES) AND ITS FEASIBILITY PLAN

Pursuant to the Listed Companies Regulatory Guidance No. 2 – Regulatory Requirements on the Management and Use of Proceeds of Listed Companies (《上市公司監管指引第 2 號—上市公司募集資金管理和使用的監管要求》) and other relevant laws, regulations and regulatory documents, after taking into consideration the actual condition of the Company, the proceeds from the Offering and Listing (after deducting offering expenses) will be invested in the following projects in order of priority:

No.	Name of project	Construction entity	Total investment (RMB'0,000)	Proceeds proposed to be invested (RMB'0,000)
1	Wenzhou Kangning Taizhou Central Hospital Construction Project	Linhai Cining Hospital Co., Ltd.	16,020.00	16,020.00
2	Wenzhou Lening Elderly Care Center Project	Wenzhou Ouhai Yining Rehabilitation Hospital Co., Ltd.	10,473.95	10,473.95
3	Social Psychological Service System Construction R&D Project of Zhejiang Yining Health Technology Co., Ltd.	Zhejiang Yining Health Technology Co., Ltd.	3,689.00	3,689.00
	Total	-	30,182.95	30,182.95

Upon review and approval at the 8th meeting of the third session of the Board of the Company convened on April 16, 2021, the aforesaid No. 1 and 2 investment projects were identified as the investment projects to be funded by the proceeds from the Offering and Listing, which have actually been put into implementation.

In view of its overall development strategy, the Company has prepared feasibility study reports for each of the investment projects to be funded by the proceeds from the Offering and Listing.

LETTER FROM THE BOARD

The investment projects to be funded by the proceeds from the Offering and Listing are all invested and implemented by the Company on its own. In the event that the actual proceeds are less than the funds required for the aforesaid projects, the shortfall will be funded by the Company's self-owned funds or bank borrowings. In the event that the proceeds from the offering is more than the funds required for the projects, the excess will be used to replenish the working capital related to the Company's principal business or used in accordance with the relevant requirements of the regulatory authorities.

If all or part of the aforesaid investment projects require initial investments before receipt of the proceeds from the Offering and Listing due to business needs or market competition and other factors, the Company will make the early payments using self-raised funds for the aforesaid projects based on actual business needs, which will be reimbursed with the proceeds upon receipt of the proceeds in accordance with the Guidelines of Shenzhen Stock Exchange for Standardized Operation of Companies Listed on the ChiNext Market (《深圳證券交易所創業板上市公司規範運作指引》) and other relevant requirements.

This proposal will be submitted to the EGM, H Shareholders' Class Meeting and Domestic Shareholders' Class Meeting, respectively, for consideration and approval by way of special resolution.

V. PROPOSAL ON THE PLAN FOR DISTRIBUTION OF ACCUMULATED UNDISTRIBUTED PROFITS BEFORE THE COMPLETION OF THE INITIAL PUBLIC OFFERING OF RMB ORDINARY SHARES (A SHARES)

Pursuant to the plan for the Offering and Listing and the actual condition of the Company, the accumulated undistributed profits before the Offering and Listing will be shared by the new and existing Shareholders after the completion of the Offering and Listing according to the shareholding ratio after the Offering and Listing.

This proposal will be submitted to the EGM for consideration and approval by way of ordinary resolution.

VI. PROPOSAL ON THE REMEDIAL MEASURES FOR THE DILUTION OF IMMEDIATE RETURNS AND UNDERTAKINGS FROM THE RELEVANT RESPONSIBLE PARTIES

The Company has conducted relevant analysis on the impact of the A Share Offering and Listing on the dilution of immediate returns. In order to effectively mitigate the impact of the dilution of immediate returns as a result of the offering, the Company has formulated specific remedial measures for the dilution of immediate returns (the "**Remedial Measures**") in accordance with the Opinion of the State Council on Further Facilitating the Healthy Development of the Capital Markets (Guo Fa [2014] No. 17) (《國務院關於進一步促進資本市場健康發展的若干意見》(國發[2014]17號)), the Opinion from State Council General Office about Further Strengthening the Work of Protecting the Legal Interests of Minority Investors in the Capital Markets (Guo Ban Fa [2013] No. 110) (《國務院辦公廳關於進一步加強資本市

LETTER FROM THE BOARD

場中小投資者合法權益保護工作的意見》(國辦發[2013]110 號)) and the Guiding Opinions on Matters Relating to the Dilution of Current Returns as a Result of Initial Public Offering, Refinancing and Major Asset Restructuring (CSRC Announcement [2015] No. 31) (《關於首發及再融資、重大資產重組攤薄即期回報有關事項的指導意見》(中國證監會公告[2015]31 號)) issued by the CSRC and other relevant laws and regulations, and the controlling shareholders and de facto controllers (namely Mr. GUAN Weili and Ms. WANG Lianyue), Directors (namely Ms. WANG Hongyue, Mr. QIN Hao, Mr. ZHAO Xudong, Ms. ZHONG Wentang and Mr. LIU Ning) and senior management (namely Mr. ZHOU Chaoyi, Mr. YE Minjie, Mr. XU Yi, Ms. ZHANG Feixue, Mr. WANG Jian and Mr. JIN Weiguang) of the Company have undertaken to facilitate the implementation of the Remedial Measures. For the details of the Remedial Measures, please refer to Appendix I to this circular. Upon consideration and approval at the general meeting of the Company, the Remedial Measures shall come into effect and be implemented from the date of the A Share Offering and Listing of the Company.

This proposal will be submitted to the EGM, H Shareholders' Class Meeting and Domestic Shareholders' Class Meeting, respectively, for consideration and approval by way of ordinary resolution.

VII. PROPOSAL ON THE FORMULATION OF THE SHAREHOLDERS DIVIDEND DISTRIBUTION PLAN FOR THE FIRST THREE YEARS FOLLOWING THE INITIAL PUBLIC OFFERING AND LISTING OF RMB ORDINARY SHARES (A SHARES) ON THE CHINEXT MARKET

In order to further promote the Company to establish a scientific, continuous and stable dividend distribution system, actively reward the Shareholders, guide investors to form a stable investment return expectation, and protect the legitimate rights and interests of investors, the Company has formulated the Shareholders Dividend Distribution Plan Within Three Years Following the Listing of Wenzhou Kangning Hospital Co., Ltd. (《溫州康寧醫院股份有限公司上市後前三年股東分紅回報規劃》) (the “**Shareholders Dividend Distribution Plan**”) in accordance with the requirements of the Company Law, the Notice of the China Securities Regulatory Commission Regarding Further Implementation of Cash Dividends Distribution by Listed Companies (《中國證券監督管理委員會關於進一步落實上市公司現金分紅有關事項的通知》) and the Listed Companies Regulatory Guidance No. 3 – Cash Dividends Distribution of Listed Companies (CSRC Announcement [2013] No. 43號) (《上市公司監管指引第3號–上市公司現金分紅》) (中國證監會公告[2013]43號)), in combination with the Articles of Association (Draft) (《公司章程(草案)》) to be applicable after the A Share Offering and Listing of the Company. For the details of the Shareholders Dividend Distribution Plan, please refer to Appendix II to this circular. Upon consideration and approval at the general meeting of the Company, the Shareholders Dividend Distribution Plan shall come into effect and be implemented from the date of the A Share Offering and Listing of the Company.

This proposal will be submitted to the EGM for consideration and approval by way of special resolution.

LETTER FROM THE BOARD

VIII. PROPOSAL ON THE PRICE STABILIZATION PLAN OF A SHARES FOR THREE YEARS FOLLOWING THE INITIAL PUBLIC OFFERING AND LISTING OF RMB ORDINARY SHARES (A SHARES)

In order to ensure that the Shares of the Company will be at a reasonable price upon listing and to safeguard the interests of Shareholders, the Board has formulated the Price Stabilization Plan for Three Years Following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares) of the Company on the ChiNext Market (the “**Price Stabilization Plan**”) in accordance with the requirements of the Opinions of the CSRC on Further Promoting the Reform of New Share Offering Scheme (CSRC Announcement [2013] No. 42) (《中國證監會關於進一步推進新股發行體制改革的意見》(中國證監會公告[2013]42號)) and other documents. Please refer to Appendix III to this circular for details. Upon consideration and approval at the general meeting of the Company, the Price Stabilization Plan shall come into effect and be implemented from the date of the A Share Offering and Listing of the Company.

This proposal will be submitted to the EGM, H Shareholders’ Class Meeting and Domestic Shareholders’ Class Meeting, respectively, for consideration and approval by way of ordinary resolution.

IX. PROPOSAL ON THE UNDERTAKINGS AND RESTRICTIVE MEASURES IN CONNECTION WITH THE INITIAL PUBLIC OFFERING AND LISTING OF RMB ORDINARY SHARES (A SHARES) ON THE CHINEXT MARKET

In accordance with the requirements of the Opinions of the CSRC on Further Promoting the Reform of New Share Offering Scheme (CSRC Announcement [2013] No. 42) (《中國證監會關於進一步推進新股發行體制改革的意見》(中國證監會公告[2013]42號)) and relevant laws and regulations, the Company shall issue a letter of undertaking to the public investors for the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market, and propose restrictive measures for the failure to fulfill the public undertakings, which mainly includes: a letter of undertaking on stabilizing share prices and relevant restrictive measures, a letter of undertaking on remedial measures on dilution of immediate returns, a letter of undertaking on the truthfulness, accuracy and completeness of the declaration documents, a statement of guaranteeing not to affect and interfere with the audit, a letter of undertaking on restrictive measures for failure to fulfill undertakings, measures and undertakings regarding share repurchase and share buy-backs, arrangements and undertakings regarding profit distribution policy and other undertakings and relevant restrictive measures, and share repurchase and share buy-backs undertakings regarding fraudulent offering and listing.

This proposal will be submitted to the EGM for consideration and approval by way of ordinary resolution.

LETTER FROM THE BOARD

X. PROPOSAL ON THE ENGAGEMENT OF RELEVANT INTERMEDIARIES FOR THE INITIAL PUBLIC OFFERING AND LISTING OF RMB ORDINARY SHARES (A SHARES) ON THE CHINEXT MARKET

The Company proposes to engage Guotai Junan Securities Co., Ltd. as the sponsor (lead underwriter) for the Offering and Listing, Beijing Jia Yuan Law Offices as the dedicated legal counsel in respect of the Offering and Listing, and PricewaterhouseCoopers Zhongtian LLP as the dedicated audit institution for the Offering and Listing, and has entered into relevant agreements with the aforesaid institutions.

This proposal will be submitted to the EGM for consideration and approval by way of ordinary resolution.

XI. PROPOSAL ON THE EXEMPTION FROM THE PREPARATION OF A REPORT ON THE USE OF PROCEEDS FROM PREVIOUS FUND RAISING

Given that it has been more than five accounting years from the date on which the Company received the proceeds previously raised, in accordance with the Regulations on the Report on the Use of the Proceeds From Previous Fund Raising (Zheng Jian Fa Xing Zi [2007] No. 500) (《關於前次募集資金使用情況報告的規定》(證監發行字[2007]500號)) issued by the CSRC, the Offering and Listing shall be exempted from compiling a report on the use of proceeds previously raised and engaging a qualified accounting firm according to the Securities Law to issue an assurance report on the use of the proceeds previously raised.

This proposal will be submitted to the EGM for consideration and approval by way of ordinary resolution.

XII. PROPOSAL ON THE PROPOSED FORMULATION OF THE ARTICLES OF ASSOCIATION (DRAFT) (APPLICABLE AFTER THE ISSUE OF A SHARES)

In order to meet the relevant needs for corporate governance and standardized operations upon the Offering and Listing of the Company, the Company has formulated the Articles of Association (Draft) of Wenzhou Kangning Hospital Co., Ltd. (《溫州康寧醫院股份有限公司章程(草案)》) in accordance with the Company Law, the Securities Law, the Special Provisions of the State Council on the Overseas Offering and Listing of Shares by Limited Companies (《國務院關於股份有限公司境外募集股份及上市的特別規定》), the Mandatory Provisions for Articles of Association of Companies Listing Overseas (《到境外上市公司章程必備條款》), the Hong Kong Listing Rules, the Guidelines for the Articles of Association of Listed Companies (2019 Revised) (《上市公司章程指引》(2019年修訂)), the Rules Governing the Listing of Shares on the ChiNext Market of the Shenzhen Stock Exchange and other requirements. For the details of the comparison table of the amendments to the Articles of Association (draft) to be effective upon the Offering and Listing and the current Articles of Association, please refer to Appendix IV to this circular.

LETTER FROM THE BOARD

Upon consideration and approval at the EGM and fulfilment of relevant procedures of the regulatory authorities, the Articles of Association (draft) shall come into effect from the date of the Offering and Listing of the Company.

This proposal will be submitted to the EGM for consideration and approval by way of special resolution.

XIII. PROPOSAL ON THE REVISION AND ADDITION OF INTERNAL MANAGEMENT SYSTEMS

In order to standardize the Company's internal operations, enhance the efficiency and compliance of the Company's daily operations and governance, and meet the stringent requirements of the securities market for listed companies upon listing, the Company proposes to amend certain systems including the management system of raised funds. The above systems shall come into effect from the date of the Offering and Listing. Prior to that, the aforesaid systems currently in force shall continue to apply.

The Board agrees to propose at the general meeting to authorize the Board and its authorized persons to, in accordance with the provisions of relevant laws, regulations and regulatory documents, the requirements and suggestions of relevant domestic and foreign government departments and regulatory bodies, as well as the actual condition of the Offering and Listing, adjust and amend the aforesaid internal management systems to be effective from the date of the Offering and Listing as follows:

1. Amendments to the Rules of Procedures for the General Meetings of Wenzhou Kangning Hospital Co., Ltd. (Applicable After the Issue of A Shares) (Please refer to Appendix V to this circular for details);
2. Amendments to the Rules of Procedures for the Meetings of the Board of Directors of Wenzhou Kangning Hospital Co., Ltd. (Applicable After the Issue of A Shares) (Please refer to Appendix VI to this circular for details); and
3. Amendments to the Rules of Procedures for the Meetings of the Supervisory Committee of Wenzhou Kangning Hospital Co., Ltd. (Applicable After the Issue of A Shares) (Please refer to Appendix VII to this circular for details).

The aforesaid proposals will be submitted to the EGM as special resolutions for consideration and approval.

LETTER FROM THE BOARD

XIV. IMPACT OF THE A SHARE OFFERING ON THE COMPANY'S SHAREHOLDING STRUCTURE

For reference and illustration purposes only, assuming that no more than 8,288,922 A Shares will be issued under the A Share Offering and the issued share capital of the Company remains unchanged before the completion of the A Share Offering, the shareholding structure of the Company as at the Latest Practicable Date and immediately following completion of the A Share Offering is/will be as follows:

Name of shareholder	As at the Latest Practicable Date		Immediately following completion of the proposed A Share Offering	
	Number of shares	Approximate percentage of total issued shares	Number of shares	Approximate percentage of total issued shares
Number of Domestic Shares/ A Shares converted by Domestic Shares held by connected person⁽¹⁾	30,589,100	41.00%	30,589,100	36.90%
– GUAN Weili ⁽²⁾	22,144,750	29.68%	22,144,750	26.72%
– WANG Lianyue ⁽²⁾	22,144,750	29.68%	22,144,750	26.72%
– WANG Hongyue ⁽³⁾	8,444,350	11.32%	8,444,350	10.19%
– XU Yi ⁽⁴⁾	8,444,350	11.32%	8,444,350	10.19%
Number of Domestic Shares/ A Shares converted by Domestic Shares held by non-connected person⁽¹⁾	24,670,900	33.07%	24,670,900	29.76%⁽⁵⁾
Total number of issued Domestic Shares/ A Shares converted by Domestic Shares⁽¹⁾	55,260,000	74.07%	55,260,000	66.67%
Number of A Shares to be issued under the proposed A Share Offering	–	–	8,288,922	10.00%⁽⁵⁾
Number of H Shares held by non-public Shareholders	309,000	0.41%	309,000	0.37%
– WANG Hongyue	309,000	0.41%	309,000	0.37%
– XU Yi ⁽⁴⁾	309,000	0.41%	309,000	0.37%
Number of H Shares held by public Shareholders	19,031,300	25.51%	19,031,300	22.96%⁽⁵⁾
Total number of issued H Shares	19,340,300	25.93%	19,340,300	23.33%
Total number of issued Shares	74,600,300	100%	82,889,222	100%

LETTER FROM THE BOARD

Notes:

- (1) Immediately after completion of the A Share Offering, the issued Domestic Shares will be converted into A Shares;
- (2) Mr. GUAN Weili is the spouse of Ms. WANG Lianyue and therefore, Mr. GUAN Weili is deemed to be interested in the Domestic Shares held by Ms. WANG Lianyue, and Ms. WANG Lianyue is deemed to be interested in the Domestic Shares held by Mr. GUAN Weili by virtue of Part XV of the SFO.
- (3) Ms. WANG Hongyue is the general partner of each of Ningbo Xinshi Kangning Investment Management L.P. (寧波信實康寧投資管理合夥企業(有限合夥)), Ningbo Enci Kangning Investment Management L.P. (寧波恩慈康寧投資管理合夥企業(有限合夥)), Ningbo Renai Kangning Investment Management L. P. (寧波仁愛康寧投資管理合夥企業(有限合夥)), Wenzhou Zhenyan Kangning Investment Management L.P. (溫州箴言康寧投資管理合夥企業(有限合夥)), Wenzhou Jiamei Kangning Investment Management L.P. (溫州迦美康寧投資管理合夥企業(有限合夥)), Wenzhou Enquan Kangning Investment Management L.P. (溫州恩泉康寧投資管理合夥企業(有限合夥)), Wenzhou Jiata Kangning Investment Management L.P. (溫州迦特康寧投資管理合夥企業(有限合夥)) and Wenzhou Shouwang Kangning Investment Management L.P. (溫州守望康寧投資管理合夥企業(有限合夥)) (collectively “**Management Partnerships**”), and holds approximately 50.62%, 37.10%, 56.80%, 5.76%, 4.84%, 0.69%, 1.43% and 2.50% in the above Management Partnerships, respectively. All of the above Management Partnerships are limited partnership. Therefore, by virtue of Part XV of the SFO, Ms. WANG Hongyue is deemed to be interested in all the Domestic Shares held by the above Management Partnerships in the Company.
- (4) Mr. XU Yi is the spouse of Ms. WANG Hongyue, an executive Director, and therefore, Mr. XU Yi is deemed to be interested in the Domestic Shares and H Shares held by Ms. WANG Hongyue by virtue of Part XV of the SFO.
- (5) The estimated public float of the Company upon completion of the A Share Offering = number of Domestic Shares held by non-connected persons + number of A Shares to be issued under the Offering and Listing + number of H Shares held by public Shareholders.
- (6) If there is any difference between the total number and the sum of the figures preceding them in the above table, it is caused by rounding adjustments.

As at the Latest Practicable Date, the Company maintained a public float of 25.51%, which is in compliance with Rule 8.08 under the Hong Kong Listing Rules. Upon completion of the A Share Offering, and assuming that a maximum of 8,288,922 A Shares will be issued, the Company’s public float (including H Shares and A Shares) will be approximately 62.72%⁽⁵⁾, which will be also in compliance with the minimum public float percentage requirement under the Hong Kong Listing Rules. Approximately 22.96% of H Shares will be held by the public while the number of H shares to be held by the public will remain unchanged. The Company will closely monitor the public float percentage to ensure compliance with the public float as required under the Hong Kong Listing Rules at all times.

LETTER FROM THE BOARD

XV. PROPOSED AMENDMENTS TO THE CURRENT ARTICLES OF ASSOCIATION

In view of the recent share transfer by Shareholders of Domestic Shares of the Company, combined with their actual shareholding in the Company, the Board has proposed to amend the Articles of Association, and formulated the Amendment to the Articles of Association of Wenzhou Kangning Hospital Co., Ltd. (VII).

Details of the proposed amendments are as follows:

No.	Original Context	Amended Context
1	<p>Article 19</p> <p>.....</p> <p>The Company repurchased 899,700 H shares as approved by the Company's first extraordinary general meeting for the year 2020, the first Domestic Shareholders' Class Meeting for the year 2020, and the first H Shareholders' Class Meeting for the year 2020, which were all held on March 9, 2020. Upon completion of cancellation of the aforesaid share repurchase, the Company has a registered capital of RMB74,600,300. The shareholding structure is as follows: 74,600,300 ordinary shares, comprising 19,340,300 H shares and 55,260,000 domestic shares, which include:</p>	<p>Article 19</p> <p>.....</p> <p>The Company repurchased 899,700 H shares as approved by the Company's first extraordinary general meeting for the year 2020, the first Domestic Shareholders' Class Meeting for the year 2020, and the first H Shareholders' Class Meeting for the year 2020, which were all held on March 9, 2020. Upon completion of cancellation of the aforesaid share repurchase, the Company has a registered capital of RMB74,600,300. The shareholding structure is as follows: 74,600,300 ordinary shares, comprising 19,340,300 H shares and 55,260,000 domestic shares, which include:</p>

LETTER FROM THE BOARD

No.	Original Context			Amended Context				
	No.	Name of shareholders	Shareholding (shares)	Percentage of shareholding	No.	Name of shareholders	Shareholding (shares)	Percentage of shareholding
	1.	Guan Weili	18,350,250	24.5981%	1.	Guan Weili	18,350,250	24.5981%
	2.	Guangzhou GL Capital Investment Fund L.P. (廣州德福股權 投資基金合夥企業 (有限合夥))	15,384,541	20.6226%	2.	Guangzhou GL Capital Investment Fund L.P. (廣州德福股權 投資基金合夥企業 (有限合夥))	15,384,541	20.6226%
	3.	Wang Hongyue	3,984,350	5.3409%	3.	Wang Hongyue	3,984,350	5.3409%
	4.	Wang Lianyue	3,794,500	5.0864%	4.	Wang Lianyue	3,794,500	5.0864%
	5.	Shanghai Tanying Investment L.P. (上 海檀英投資合夥企業 (有限合夥))	3,253,180	4.3608%	5.	Shanghai Tanying Investment L.P. (上 海檀英投資合夥企業 (有限合夥))	3,253,180	4.3608%
	6.	Shanghai Qiangang Investment Management L.P. (上海乾剛投資管理 合夥企業(有限合夥))	3,253,179	4.3608%	6.	Shanghai Qiangang Investment Management L.P. (上海乾剛投資管理 合夥企業(有限合夥))	3,253,179	4.3608%
	7.	Qingdao Jinshi Haona Investment Co., Ltd. (青島金石瀛灑投資 有限公司)	2,780,000	3.7265%	7.	Qingdao Jinshi Haona Investment Co., Ltd. (青島金石瀛灑投資 有限公司)	2,780,000	3.7265%
	8.	Ningbo Xinshi Kangning Investment Management L.P. (寧波信實康寧投資 管理合夥企業(有限 合夥))	1,543,000	2.0684%	8.	Ningbo Xinshi Kangning Investment Management L.P. (寧波信實康寧投資 管理合夥企業(有限 合夥))	1,543,000	2.0684%
	9.	Ningbo Enci Kangning Investment Management L.P. (寧波恩慈康寧投資 管理合夥企業(有限 合夥))	258,000	0.3458%	9.	Ningbo Enci Kangning Investment Management L.P. (寧波恩慈康寧投資 管理合夥企業(有限 合夥))	258,000	0.3458%
	10.	Ningbo Renai Kangning Investment Management L.P. (寧 波仁愛康寧投資管理 合夥企業(有限合夥))	199,000	0.2668%	10.	Ningbo Renai Kangning Investment Management L.P. (寧 波仁愛康寧投資管理 合夥企業(有限合夥))	199,000	0.2668%
	11.	Wenzhou Zhenyan Kangning Investment Management L.P. (溫州箴言康寧投資 管理合夥企業(有限 合夥))	804,794	1.0788%	11.	Wenzhou Zhenyan Kangning Investment Management L.P. (溫州箴言康寧投資 管理合夥企業(有限 合夥))	804,794	1.0788%
	12.	Wenzhou Jiamei Kangning Investment Management L.P. (溫州迦美康寧投資 管理合夥企業(有限 合夥))	788,921	1.0575%	12.	Wenzhou Jiamei Kangning Investment Management L.P. (溫州迦美康寧投資 管理合夥企業(有限 合夥))	788,921	1.0575%

LETTER FROM THE BOARD

No.	Original Context			Amended Context			
No.	Name of shareholders	Shareholding (shares)	Percentage of shareholding	No.	Name of shareholders	Shareholding (shares)	Percentage of shareholding
13.	Wenzhou Enquan Kangning Investment Management L.P. (溫州恩泉康寧投資管理合夥企業(有限合夥))	407,832	0.5467%	13.	Wenzhou Enquan Kangning Investment Management L.P. (溫州恩泉康寧投資管理合夥企業(有限合夥))	407,832	0.5467%
14.	Wenzhou Jiata Kangning Investment Management L.P. (溫州迦特康寧投資管理合夥企業(有限合夥))	267,431	0.3585%	14.	Wenzhou Jiata Kangning Investment Management L.P. (溫州迦特康寧投資管理合夥企業(有限合夥))	267,431	0.3585%
15.	Wenzhou Shouwang Kangning Investment Management L.P. (溫州守望康寧投資管理合夥企業(有限合夥))	191,022	0.2561%	15.	Wenzhou Shouwang Kangning Investment Management L.P. (溫州守望康寧投資管理合夥企業(有限合夥))	191,022	0.2561%
16.	Public shareholders of H shares	19,340,300	25.9252%	16.	Public shareholders of H shares	19,340,300	25.9252%
Total		74,600,300	100.0000%	Total		74,600,300	100.0000%
				<p><u>In April and May 2021, Guangzhou GL Capital Investment Fund L.P. (廣州德福股權投資基金合夥企業(有限合夥)) transferred 3,333,000 domestic shares and 6,666,666 domestic shares to Wind Impact Equity Investment (Jiaxing) Partnership (Limited Partnership) (萬得影響力股權投資(嘉興)合夥企業(有限合夥)) and Central Enterprises Rural Industry Investment Fund Co., Ltd. (中央企業鄉村產業投資基金股份有限公司), respectively; In June 2021, Shanghai Qiangang Investment Management L.P. (上海乾剛投資管理合夥企業(有限合夥)) transferred 1,265,823 domestic shares to Shanghai Tanying Investment L.P. (上海檀英投資合夥企業(有限合夥)); In September 2021, Guangzhou GL Capital Investment Fund L.P. (廣州德福股權投資基金合夥企業(有限合夥)) transferred 4,540,000 domestic shares and 844,875 domestic shares to Wenzhou Jinning Equity Investment L.P. (溫州金寧股權投資合夥企業(有限合夥)) and Cheng Xiaoling, respectively; In September 2021, Ningbo Xinshi Kangning Investment Management L.P. (寧波信實康寧投資管理合夥企業(有限合夥)) transferred 800,000 domestic shares to Central Enterprises Rural Industry Investment Fund Co., Ltd. (中央企業鄉村產業投資基金股份有限公司).</u></p>			

LETTER FROM THE BOARD

No.	Original Context	Amended Context																																													
		<p>Upon completion of the aforesaid transfer of domestic shares, the Company has a registered capital of RMB74,600,300. The shareholding structure is as follows: 74,600,300 ordinary shares, comprising 19,340,300 H shares and 55,260,000 domestic shares, which include:</p>																																													
		<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">No.</th> <th style="text-align: center;">Name of shareholders</th> <th style="text-align: center;">Shareholding (shares)</th> <th style="text-align: center;">Percentage of shareholding</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">1.</td> <td>Guan Weili</td> <td style="text-align: right;">18,350,250</td> <td style="text-align: right;">24.5981%</td> </tr> <tr> <td style="text-align: center;">2.</td> <td>Central Enterprises Rural Industry Investment Fund Co., Ltd. (中央企業 鄉村產業投資基金股 份有限公司)</td> <td style="text-align: right;">7,466,666</td> <td style="text-align: right;">10.0089%</td> </tr> <tr> <td style="text-align: center;">3.</td> <td>Wenzhou Jinning Equity Investment L.P. (溫州金寧股權 投資合夥企業(有限 合夥))</td> <td style="text-align: right;">4,540,000</td> <td style="text-align: right;">6.0858%</td> </tr> <tr> <td style="text-align: center;">4.</td> <td>Shanghai Tanying Investment L.P. (上 海檀英投資合夥企業 (有限合夥))</td> <td style="text-align: right;">4,519,003</td> <td style="text-align: right;">6.0576%</td> </tr> <tr> <td style="text-align: center;">5.</td> <td>Wang Hongyue</td> <td style="text-align: right;">3,984,350</td> <td style="text-align: right;">5.3409%</td> </tr> <tr> <td style="text-align: center;">6.</td> <td>Wang Lianyue</td> <td style="text-align: right;">3,794,500</td> <td style="text-align: right;">5.0864%</td> </tr> <tr> <td style="text-align: center;">7.</td> <td>Wind Impact Equity Investment (Jiaxing) Partnership (Limited Partnership) (萬得 影響力股權投資(嘉 興)合夥企業(有限合 夥))</td> <td style="text-align: right;">3,333,000</td> <td style="text-align: right;">4.4678%</td> </tr> <tr> <td style="text-align: center;">8.</td> <td>Qingdao Jinshi Haona Investment Co., Ltd. (青島金石 灝灑投資有限公司)</td> <td style="text-align: right;">2,780,000</td> <td style="text-align: right;">3.7265%</td> </tr> <tr> <td style="text-align: center;">9.</td> <td>Shanghai Qiangang Investment Management L.P. (上海乾剛投資管理 合夥企業(有限合 夥))</td> <td style="text-align: right;">1,987,356</td> <td style="text-align: right;">2.6640%</td> </tr> <tr> <td style="text-align: center;">10.</td> <td>Cheng Xiaoling</td> <td style="text-align: right;">844,875</td> <td style="text-align: right;">1.1325%</td> </tr> </tbody> </table>	No.	Name of shareholders	Shareholding (shares)	Percentage of shareholding	1.	Guan Weili	18,350,250	24.5981%	2.	Central Enterprises Rural Industry Investment Fund Co., Ltd. (中央企業 鄉村產業投資基金股 份有限公司)	7,466,666	10.0089%	3.	Wenzhou Jinning Equity Investment L.P. (溫州金寧股權 投資合夥企業(有限 合夥))	4,540,000	6.0858%	4.	Shanghai Tanying Investment L.P. (上 海檀英投資合夥企業 (有限合夥))	4,519,003	6.0576%	5.	Wang Hongyue	3,984,350	5.3409%	6.	Wang Lianyue	3,794,500	5.0864%	7.	Wind Impact Equity Investment (Jiaxing) Partnership (Limited Partnership) (萬得 影響力股權投資(嘉 興)合夥企業(有限合 夥))	3,333,000	4.4678%	8.	Qingdao Jinshi Haona Investment Co., Ltd. (青島金石 灝灑投資有限公司)	2,780,000	3.7265%	9.	Shanghai Qiangang Investment Management L.P. (上海乾剛投資管理 合夥企業(有限合 夥))	1,987,356	2.6640%	10.	Cheng Xiaoling	844,875	1.1325%	
No.	Name of shareholders	Shareholding (shares)	Percentage of shareholding																																												
1.	Guan Weili	18,350,250	24.5981%																																												
2.	Central Enterprises Rural Industry Investment Fund Co., Ltd. (中央企業 鄉村產業投資基金股 份有限公司)	7,466,666	10.0089%																																												
3.	Wenzhou Jinning Equity Investment L.P. (溫州金寧股權 投資合夥企業(有限 合夥))	4,540,000	6.0858%																																												
4.	Shanghai Tanying Investment L.P. (上 海檀英投資合夥企業 (有限合夥))	4,519,003	6.0576%																																												
5.	Wang Hongyue	3,984,350	5.3409%																																												
6.	Wang Lianyue	3,794,500	5.0864%																																												
7.	Wind Impact Equity Investment (Jiaxing) Partnership (Limited Partnership) (萬得 影響力股權投資(嘉 興)合夥企業(有限合 夥))	3,333,000	4.4678%																																												
8.	Qingdao Jinshi Haona Investment Co., Ltd. (青島金石 灝灑投資有限公司)	2,780,000	3.7265%																																												
9.	Shanghai Qiangang Investment Management L.P. (上海乾剛投資管理 合夥企業(有限合 夥))	1,987,356	2.6640%																																												
10.	Cheng Xiaoling	844,875	1.1325%																																												

LETTER FROM THE BOARD

No.	Original Context	Amended Context			
		No.	Name of shareholders	Shareholding (shares)	Percentage of shareholding
		11.	<u>Ningbo Xinshi Kangning Investment Management L.P.</u> (寧波信實康寧投資管理合夥企業(有限合伙))	<u>743,000</u>	<u>0.9961%</u>
		12.	<u>Ningbo Enci Kangning Investment Management L.P.</u> (寧波恩慈康寧投資管理合夥企業(有限合伙))	<u>258,000</u>	<u>0.3458%</u>
		13.	<u>Ningbo Renai Kangning Investment Management L.P.</u> (寧波仁愛康寧投資管理合夥企業(有限合伙))	<u>199,000</u>	<u>0.2668%</u>
		14.	<u>Wenzhou Zhenyan Kangning Investment Management L.P.</u> (溫州箴言康寧投資管理合夥企業(有限合伙))	<u>804,794</u>	<u>1.0788%</u>
		15.	<u>Wenzhou Jiamei Kangning Investment Management L.P.</u> (溫州迦美康寧投資管理合夥企業(有限合伙))	<u>788,921</u>	<u>1.0575%</u>
		16.	<u>Wenzhou Enquan Kangning Investment Management L.P.</u> (溫州恩泉康寧投資管理合夥企業(有限合伙))	<u>407,832</u>	<u>0.5467%</u>

LETTER FROM THE BOARD

No.	Original Context	Amended Context			
		<u>No.</u>	<u>Name of shareholders</u>	<u>Shareholding (shares)</u>	<u>Percentage of shareholding</u>
		<u>17.</u>	<u>Wenzhou Jiate Kangning Investment Management L.P. (溫州迦特康寧投資 管理合夥企業(有限 合夥))</u>	<u>267,431</u>	<u>0.3585%</u>
		<u>18.</u>	<u>Wenzhou Shouwang Kangning Investment Management L.P. (溫州守望康寧投資 管理合夥企業(有限 合夥))</u>	<u>191,022</u>	<u>0.2561%</u>
		<u>19.</u>	<u>Public shareholders of H shares</u>	<u>19,340,300</u>	<u>25.9252%</u>
		<u>Total</u>		<u>74,600,300</u>	<u>100.0000%</u>

In respect of the proposed amendments to the Articles of Association, one article is amended, and no article is added or deleted. The number of the articles of the amended Articles of Association remains the same.

This proposal will be submitted to the EGM for consideration and approval by way of special resolution.

LETTER FROM THE BOARD

XVI. PROPOSED APPOINTMENT OF MR. LI CHANGHAO AS A NON-EXECUTIVE DIRECTOR

The nomination of Mr. LI Changhao (“**Mr. LI**”) as the candidate of a non-executive director and a member of the audit committee of the Company was considered and approved at the Board meeting held on September 16, 2021, with a term commencing from the date of approval at the EGM and ending on the expiry of the term of the third session of the Board.

The biographical details of Mr. LI are as follows:

Mr. LI, aged 32, has served as the investment manager of SDIC Chuangyi Industry Fund Management Co., Ltd. (國投創益產業基金管理有限公司) from May 2014 to April 2019, and the vice president of its investment team since May 2019, mainly responsible for the investment in private equity projects. He has served as a supervisor of Yunnan Aluminum Co., Ltd. (雲南鋁業股份有限公司), a company listed on the Shenzhen Stock Exchange (stock code: 000807.SZ) and engaged in bauxite mining, alumina production, aluminum smelting, aluminum processing and production of carbon used in aluminum, since January 2021. Mr. LI graduated from Beijing University of Posts and Telecommunications with a bachelor’s degree in e-commerce and law in September 2012. He graduated from Queen Mary University of London with a master’s degree in marketing in December 2013. Mr. LI was accredited as a chartered financial analyst (CFA) by the Chartered Financial Analyst Institute in August 2017, an intermediate analyst by the Ministry of Human Resources and Social Security of the People’s Republic of China in December 2017, and a certified financial risk manager (FRM) by the Global Association Risk Professionals in August 2018.

The proposed appointment of Mr. LI is subject to the approval by the Shareholders at the EGM. If the appointment is approved, Mr. LI will enter into a service contract with the Company. Mr. LI will not receive any remuneration from the Company.

Save as disclosed above, Mr. LI does not hold any other positions with the Company or its subsidiaries as of the Latest Practicable Date. Mr. LI neither held any other directorships in the past three years in any public companies the securities of which are listed on any securities market in Hong Kong and/or overseas, nor held any other major appointments and professional qualifications, and he has no relationship with any Directors, Supervisors, senior management, substantial Shareholders or controlling Shareholders of the Company.

As of the Latest Practicable Date, Mr. LI has no interest in the Shares of the Company or any of its associated corporations within the meaning of Part XV of the SFO. Mr. LI has never been subject to any penalty by CSRC or other related securities regulatory authorities or any stock exchange.

Save as disclosed above, the Board is not aware of any other information to be disclosed pursuant to Rule 13.51(2)(h) to 13.51(2)(v) of the Listing Rules or any other matter in relation to Mr. LI that needs to be brought to the attention of the Shareholders.

This proposal will be submitted to the EGM for consideration and approval by way of ordinary resolution.

LETTER FROM THE BOARD

XVII. PROPOSED APPOINTMENT OF MR. XU YONGJIU AS A SHAREHOLDER REPRESENTATIVE SUPERVISOR

The nomination of Mr. XU Yongjiu (“**Mr. XU**”) as the candidate of a supervisor of the Company was considered and approved at the meeting of the Supervisory Committee held on September 16, 2021 with a term commencing from the date of approval at the EGM and ending on the expiry of the term of the third session of the Supervisory Committee.

The biographical details of Mr. XU are as follows:

Mr. XU, aged 43, served as the senior investment manager of the Development Research Headquarters of Shanghai International Group from July 2004 to December 2007. From December 2007 to March 2009, he worked at the Investment Banking Headquarters in Asia Pacific of Citigroup. From March 2009 to September 2011, he served as an executive director of Shanghai International Group and the Securities Investment Headquarters of Shanghai Trust. From October 2011 to October 2015, Mr. XU served as an executive director of GP Capital Co., Ltd. (金浦產業投資基金管理有限公司). Since February 2016, he has served as a supervisor of Shanghai Yincheng Investment Co., Ltd. (上海銀騁投資有限公司). Since April 2016, he has served as a director, member of the investment committee and senior partner of Shanghai Jinpu Jianfu Equity Investment Management Co., Ltd., mainly responsible for financial and medical investment. From February 2017 to September 2021, he served as a supervisor of Beijing Yining Hospital Co., Ltd. (北京怡寧醫院有限公司). Mr. XU served as a supervisor of Hangzhou Yining Hospital Co., Ltd. (杭州怡寧醫院有限公司) from April 2017 to August 2021. Since January 19, 2018 onwards, he has served as a director of Chengdu Yining Hospital Co., Ltd. (成都怡寧醫院有限公司). Since June 2021, he has been the representative appointed by the managing partners of Wenzhou Jinning Equity Investment Partnership (Limited Partnership) (溫州金寧股權投資合夥企業(有限合夥)). Mr. XU graduated from Southwestern University of Finance and Economics with a bachelor’s degree in economics in July 2000. He graduated from Fudan University with a master’s degree in finance in June 2004. Since June 2019, he has attended EMBA (Executive Master of Business Administration) at China Europe International Business School.

The proposed appointment of Mr. XU is subject to the approval by the Shareholders at the EGM. If the appointment is approved, Mr. XU will enter into a service contract with the Company. Mr. XU will not receive any remuneration from the Company.

Save as disclosed above, Mr. XU does not hold any other positions with the Company or its subsidiaries as of the Latest Practicable Date. Mr. XU neither held any other directorships in the past three years in any public companies the securities of which are listed on any securities market in Hong Kong and/or overseas, nor held any other major appointments and professional qualifications, and he has no relationship with any Directors, Supervisors, senior management, substantial Shareholders or controlling Shareholders of the Company.

As of the Latest Practicable Date, Mr. XU has no interest in the Shares of the Company or any of its associated corporations within the meaning of Part XV of the SFO. Mr. XU has never been subject to any penalty by CSRC or other related securities regulatory authorities or any stock exchange.

This proposal will be submitted to the EGM for consideration and approval by way of ordinary resolution.

LETTER FROM THE BOARD

XVIII. REASONS FOR AND PURPOSE OF THE A SHARE OFFERING

The reasons for and the benefits of the proposed A Share Offering are as follows:

- (i) as the largest private psychiatric healthcare group in the PRC, the health facilities owned by the Company, and the Company's patients and business partners are all located in mainland China. Through a domestic issuance and listing of A Shares and the realization of the listing statuses in both the PRC and Hong Kong markets, the reputation and influence of the Company would be further enhanced. Meanwhile, expanded coverage and continuous reports of the Company as a dual-listed company from the domestic investment community and social media will further enhance the Company's brand image and strength as well as its reputation and influence.
- (ii) as China continues to push forward the development strategy of "Healthy China (健康中國)", mental health, psychosocial service system and elderly care will become the focus of people's livelihood. The funds to be raised by the proposed A Share Offering will provide financial resources for the Company to further enhance the medical technology of the Company and optimize medical equipment and environment to provide better medical services to patients, if it continues to utilize the proceeds from the proposed A Share Offering as stated in this circular.
- (iii) enhancing the liquidity of the Domestic Shares, which will further enhance the Company's growth potential. For example, the Company can retain and attract more talents through the implementation of share incentive schemes, and carry out further acquisitions and mergers using A Shares as payment considerations.

All Directors (including the independent non-executive Directors) are of the view that the A Share Offering is in the interests of the Company and Shareholders as a whole.

XIX. EQUITY FINANCING ACTIVITIES OVER THE PAST TWELVE MONTHS

The Company did not conduct any equity fund raising activities or issue any equity securities within the 12 months immediately preceding the Latest Practicable Date.

Shareholders and potential investors should be aware that the proposed A Share Offering is subject to approvals from the CSRC and other relevant regulatory authorities and may or may not proceed. Shareholders and potential investors should exercise caution when dealing in the securities of the Company. Further announcement(s) will be made to disclose any major updates and developments in respect of the A Share Offering in accordance with the Hong Kong Listing Rules and other applicable laws and regulations. This circular is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for any securities of the Company.

LETTER FROM THE BOARD

XX. RESPONSIBILITY STATEMENT

This circular, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Hong Kong Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this circular is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this circular misleading.

XXI. THE EGM, THE H SHAREHOLDERS' CLASS MEETING AND THE DOMESTIC SHAREHOLDERS' CLASS MEETING

The EGM, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting will be held on Friday, October 8, 2021 at Conference Room, 12/F, Building 1, Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC, respectively. The notices of these meetings are set out on pages 29 to 38 of this circular. The forms of proxy to be used at the EGM, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting (if applicable) are enclosed. If you intend to appoint a proxy to attend the EGM and/or the H Shareholders' Class Meeting and/or the Domestic Shareholders' Class Meeting, please complete and return the enclosed form(s) of proxy in accordance with the instructions printed thereon. For H Shareholders, the form of proxy or any other authorization documents should be returned to the Company's Share registrar of H Shares, Computershare Hong Kong Investor Services Limited which is at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, whereas Domestic Shareholders should return the proxy form to the office of the Board of the Company, in person or by post no later than 24 hours before the time appointed for convening the EGM or any adjourned meeting thereof (i.e. 2:00 p.m. on Thursday, October 7, 2021). Completion and return of the proxy form will not preclude you from attending and voting at the EGM or at any adjourned meeting if you so wish.

In order to determine the list of Shareholders who are entitled to attend the EGM and the Class Meetings, the Company will close the register of members of H Shares during the period from Tuesday, October 5, 2021 to Friday, October 8, 2021 (both days inclusive), during which no registration of Shares will be made. Shareholders who wish to attend the EGM and/or the Class Meetings are required to send all the transfer documents together with the relevant Shares to the Company's Share registrar of H Shares, Computershare Hong Kong Investor Services Limited which is at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong (for H Shareholders) or the office of the Board of the Company which is at No. 1 Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC (for Domestic Shareholders) to register before 4:30 p.m. on Monday, October 4, 2021. H Shareholders and Domestic Shareholders whose names appear on the register of members of the Company after the close of business on Monday, October 4, 2021 are entitled to attend the EGM and/or the Class Meetings.

LETTER FROM THE BOARD

As at the Latest Practicable Date, no Shareholder is required to abstain from voting on any resolution to be proposed at the EGM, H Shareholders' Class Meeting and Domestic Shareholders' Class Meeting.

XXII. VOTING BY POLL

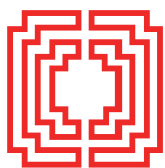
In accordance with Rule 13.39 (4) under the Hong Kong Listing Rules, any vote made by the Shareholders at a shareholders' general meeting shall be conducted by way of poll unless the chairman of the meeting so requests in good faith to allow a vote by hand to vote solely on resolutions relating to procedural or administrative matters. Accordingly, the resolutions proposed at the EGM, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting will be voted by way of poll.

XXIII. RECOMMENDATION

The Directors (including all independent non-executive Directors) consider that the proposed A Share Offering and listing on the ChiNext Market and related matters, the proposed amendments to the Articles of Association and related rules of procedures and the proposed appointment of Director and Supervisor are in the interests of the Company and the Shareholders as a whole. Accordingly, the Directors recommend the Shareholders to vote in favor of such resolutions to be proposed at the EGM, the H Shareholders' Class Meeting and the Domestic Shareholders' Class Meeting as set out in the relevant notices, respectively.

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

Zhejiang, the PRC
September 17, 2021



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

**NOTICE OF THE FIRST EXTRAORDINARY GENERAL MEETING
FOR THE YEAR 2021 AND CLOSURE OF REGISTER OF MEMBERS**

NOTICE IS HEREBY GIVEN that the first extraordinary general meeting (the “**EGM**”) for the year 2021 of Wenzhou Kangning Hospital Co., Ltd. (the “**Company**”) will be held at Conference Room, 12/F, Building 1, Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC at 2:00 p.m. on Friday, October 8, 2021 for the purposes of considering and, if thought fit, passing the following resolutions. In this notice, unless the context otherwise requires, terms used herein shall have the same meanings as defined in the Company’s circular dated September 17, 2021 (the “**Circular**”).

RESOLUTIONS TO BE CONSIDERED AND APPROVED AT THE EGM

By way of special resolutions:

- (1) To consider and approve the proposal on the proposed initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market:
 - (a) type of shares to be issued;
 - (b) nominal value of shares to be issued;
 - (c) offering size;
 - (d) target subscribers;
 - (e) method of pricing;
 - (f) method of offering;
 - (g) method of underwriting;
 - (h) place of application for listing;
 - (i) fees and expenses; and
 - (j) validity period of the resolution;

NOTICE OF THE FIRST EXTRAORDINARY GENERAL MEETING FOR THE YEAR 2021

- (2) To consider and approve the proposal on authorization to the Board to deal with matters in connection with the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market at its full discretion at the general meeting;
- (3) To consider and approve the proposal on the investment projects to be funded by the proceeds from the initial public offering of RMB ordinary shares (A Shares) and its feasibility plan;
- (4) To consider and approve the proposal on the formulation of the Shareholders Dividend Distribution Plan for the First Three Years Following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares) on the ChiNext Market;
- (5) To consider and approve the proposed formulation of the Articles of Association (draft) (applicable after the issue of A Shares);
- (6) To consider and approve the proposed amendments to the Rules of Procedures for General Meetings;
- (7) To consider and approve the proposed amendments to the Rules of Procedures for Board Meetings;
- (8) To consider and approve the proposed amendments to the Rules of Procedures for Meetings of the Supervisory Committee; and
- (9) To consider and approve the proposed amendments to the current Articles of Association.

By way of ordinary resolutions:

- (10) To consider and approve the proposal on the plan for distribution of accumulated undistributed profits before the completion of the initial public offering of RMB ordinary shares (A Shares);
- (11) To consider and approve the proposal on the remedial measures for the dilution of immediate returns and undertakings from the relevant responsible parties;
- (12) To consider and approve the proposal on the Price Stabilization Plan of A Shares for Three Years Following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares);
- (13) To consider and approve the proposal on the undertakings and restrictive measures in connection with the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market;
- (14) To consider and approve the proposal on the engagement of relevant intermediaries for the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market;

NOTICE OF THE FIRST EXTRAORDINARY GENERAL MEETING FOR THE YEAR 2021

- (15) To consider and approve the proposal on the exemption from the preparation of a report on the use of proceeds from the previous fund raising; and
- (16) To consider and approve the proposed appointment of Mr. LI Changhao as a non-executive Director; and
- (17) To consider and approve the proposed appointment of Mr. XU Yongjiu as a Shareholder representative Supervisor.

Details of the above resolutions proposed at the EGM are contained in the Circular, which is available on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the website of the Company (www.knhosp.cn).

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

Zhejiang, the PRC
September 17, 2021

As at the date of this notice, the executive Directors are Mr. GUAN Weili, Ms. WANG Lianyue and Ms. WANG Hongyue; the non-executive Director is Mr. QIN Hao; and the independent non-executive Directors are Mr. ZHAO Xudong, Ms. ZHONG Wentang and Mr. LIU Ning.

Notes:

ATTENDEES OF THE EGM

1. Eligibility and Registration Procedures for Attending the EGM

- (a) Closure of Register of Members. For the purpose of ascertaining Shareholders who are entitled to attend and vote at the EGM, the register of members of the Company will be closed from Tuesday, October 5, 2021 to Friday, October 8, 2021 (both days inclusive).
- (b) Domestic Shareholders and H Shareholders whose names appear on the register of members of the Company after the close of business on Monday, October 4, 2021 are entitled to attend and vote in respect of the resolutions to be proposed at the EGM.
- (c) H Shareholders who wish to attend the EGM shall lodge their share certificates accompanied by the transfer documents with Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong before 4:30 p.m. on Monday, October 4, 2021 for registration.
- (d) A Shareholder or his/her/its proxy shall produce proof of identity when attending the meeting. If a Shareholder is a legal person, its legal representative or other persons authorized by the board of directors or other governing body of such Shareholder may attend the EGM by producing a copy of the resolution of the board of directors or other governing body of such Shareholder appointing such persons to attend the meeting.

NOTICE OF THE FIRST EXTRAORDINARY GENERAL MEETING FOR THE YEAR 2021

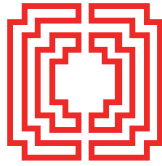
2. PROXY

- (a) A Shareholder eligible to attend and vote at the EGM is entitled to appoint, in written form, one or more proxies to attend and vote on his/her behalf. A proxy does not need to be a Shareholder.
- (b) A proxy should be appointed by a written instrument signed by the appointer or his/her/its attorney duly authorized in writing. If the form of proxy is signed by the attorney of the appointer, the power of attorney authorizing that attorney to sign or the authorization document(s) must be notarized.
- (c) To be valid, the power of attorney or other authorization document(s) which have been notarized together with the completed form of proxy must be delivered to the place of business of the Company for Domestic Shareholders and Computershare Hong Kong Investor Services Limited at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for H Shareholders not less than 24 hours before the time designated for holding of the EGM (i.e. 2:00 p.m. on Thursday, October 7, 2021).
- (d) A Shareholder or his/her/its proxy may exercise the right to vote by poll.

3. MISCELLANEOUS

- (a) The EGM will not last for more than one working day. Shareholders who attend the EGM shall bear their own travelling and accommodation expenses.
- (b) The address of the Company's share registrar of H Shares, Computershare Hong Kong Investor Services Limited, is at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong.
- (c) The contact details of the place of business of the Company are as follows:

No. 1 Shengjin Road, Huanglong Residential District,
Wenzhou, Zhejiang Province, the PRC
Postal Code: 325000
Telephone No.: (+86) 577 8877 1689
Facsimile No.: (+86) 577 8878 9117
- (d) The contact person for the EGM is Mr. WANG Jian and his telephone number is (+86) 577 8877 1689.



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

**NOTICE OF THE FIRST H SHAREHOLDERS' CLASS MEETING
FOR THE YEAR 2021**

NOTICE IS HEREBY GIVEN that the first class meeting for H Shareholders for the year 2021 (the **"H Shareholders' Class Meeting"**) of Wenzhou Kangning Hospital Co., Ltd. (the **"Company"**) will be held at Conference Room, 12/F, Building 1, Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC, immediately after the conclusion of the first extraordinary general meeting of the Company for the year 2021 (the **"EGM"**) to be convened and held on the same date at the same place for the purposes of considering and, if thought fit, passing the following resolutions. In this notice, unless the context otherwise requires, terms used herein shall have the same meanings as defined in the Company's circular dated September 17, 2021 (the **"Circular"**).

**RESOLUTIONS TO BE CONSIDERED AND APPROVED
AT THE H SHAREHOLDERS' CLASS MEETING**

By way of special resolutions:

- (1) To consider and approve the proposal on the proposed initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market:
 - (a) type of shares to be issued;
 - (b) nominal value of shares to be issued;
 - (c) offering size;
 - (d) target subscribers;
 - (e) method of pricing;
 - (f) method of offering;
 - (g) method of underwriting;
 - (h) place of application for listing;
 - (i) fees and expenses; and
 - (j) validity period of the resolution;

NOTICE OF THE FIRST H SHAREHOLDERS' CLASS MEETING FOR THE YEAR 2021

- (2) To consider and approve the proposal on authorization to the Board to deal with matters in connection with the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market at its full discretion at the general meeting; and
- (3) To consider and approve the proposal on the investment projects to be funded by the proceeds from the initial public offering of RMB ordinary shares (A Shares) and its feasibility plan.

By way of ordinary resolutions:

- (4) To consider and approve the proposal on the remedial measures for the dilution of immediate returns and undertakings from the relevant responsible parties; and
- (5) To consider and approve the proposal on the Price Stabilization Plan of A Shares for Three Years Following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares).

Details of the above resolutions proposed at the H Shareholders' Class Meeting are contained in the Circular, which is available on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the website of the Company (www.knhosp.cn).

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

Zhejiang, the PRC
September 17, 2021

As at the date of this notice, the executive Directors are Mr. GUAN Weili, Ms. WANG Lianyue and Ms. WANG Hongyue; the non-executive Director is Mr. QIN Hao; and the independent non-executive Directors are Mr. ZHAO Xudong, Ms. ZHONG Wentang and Mr. LIU Ning.

NOTICE OF THE FIRST H SHAREHOLDERS' CLASS MEETING FOR THE YEAR 2021

Notes:

ATTENDEE OF THE H SHAREHOLDERS' CLASS MEETING

1. Eligibility and Registration Procedures for Attending the H Shareholders' Class Meeting

- (a) Closure of Register of Members. For the purpose of ascertaining H Shareholders who are entitled to attend and vote at the H Shareholders' Class Meeting, the register of members of the Company will be closed from Tuesday, October 5, 2021 to Friday, October 8, 2021 (both days inclusive).
- (b) H Shareholders whose names appear on the register of members of the Company after the close of business on Monday, October 4, 2021 are entitled to attend and vote in respect of the resolutions to be proposed at the H Shareholders' Class Meeting.
- (c) H Shareholders who wish to attend the H Shareholders' Class Meeting shall lodge their share certificates accompanied by the transfer documents with the Company's share registrar of H Shares at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong before 4:30 p.m. on Monday, October 4, 2021 for registration.
- (d) An H Shareholder or his/her/its proxy shall produce proof of identity when attending the meeting. If an H Shareholder is a legal person, its legal representative or other persons authorized by the board of directors or other governing body of such Shareholder may attend the H Shareholders' Class Meeting by producing a copy of the resolution of the board of directors or other governing body of such Shareholder appointing such persons to attend the meeting.

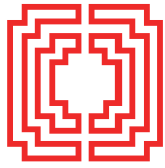
2. Proxy

- (a) An H Shareholder eligible to attend and vote at the H Shareholders' Class Meeting is entitled to appoint, in written form, one or more proxies to attend and vote on his/her/its behalf. A proxy need not be a Shareholder.
- (b) A proxy should be appointed by a written instrument signed by the appointer or his/her/its attorney duly authorized in writing. If the form of proxy is signed by the attorney of the appointer, the power of attorney authorizing that attorney to sign or the authorization document(s) must be notarized.
- (c) To be valid, the power of attorney or other authorization document(s) which have been notarized together with the completed form of proxy must be delivered to the Company's share registrar of H Shares, Computershare Hong Kong Investor Services Limited at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong not less than 24 hours before the time designated for holding of the H Shareholders' Class Meeting (i.e. 2:00 p.m. on Thursday, October 7, 2021).
- (d) An H Shareholder or his/her/its proxy may exercise the right to vote by poll.

3. Miscellaneous

- (a) The H Shareholders' Class Meeting is expected to take place immediately after the EGM. H Shareholders attending the H Shareholders' Class Meeting shall be responsible for their own travel and accommodation expenses.
- (b) The address of the Company's share registrar of H Shares, Computershare Hong Kong Investor Services Limited, is at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong.
- (c) The contact person for the H Shareholders' Class Meeting is Mr. WANG Jian and his telephone number is (+86) 577 8877 1689.

**NOTICE OF THE FIRST DOMESTIC SHAREHOLDERS’
CLASS MEETING FOR THE YEAR 2021**



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

**NOTICE OF THE FIRST DOMESTIC SHAREHOLDERS’ CLASS MEETING
FOR THE YEAR 2021**

NOTICE IS HEREBY GIVEN that the first class meeting for Domestic Shareholders for the year 2021 (the “**Domestic Shareholders’ Class Meeting**”) of Wenzhou Kangning Hospital Co., Ltd. (the “**Company**”) will be held at Conference Room, 12/F, Building 1, Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang Province, the PRC, immediately after the conclusion of the first extraordinary general meeting of the Company for the year 2021 (the “**EGM**”) and the conclusion of the first class meeting for H Shareholders of the Company for the year 2021 (the “**H Shareholders’ Class Meeting**”) to be convened and held on the same date at the same place for the purposes of considering and, if thought fit, passing the following resolutions. In this notice, unless the context otherwise requires, terms used herein shall have the same meanings as defined in the Company’s circular dated September 17, 2021 (the “**Circular**”).

**RESOLUTIONS TO BE CONSIDERED AND APPROVED AT THE
DOMESTIC SHAREHOLDERS’ CLASS MEETING**

By way of special resolutions:

- (1) To consider and approve the proposal on the proposed initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market:
 - (a) type of shares to be issued;
 - (b) nominal value of shares to be issued;
 - (c) offering size;
 - (d) target subscribers;
 - (e) method of pricing;
 - (f) method of offering;
 - (g) method of underwriting;
 - (h) place of application for listing;

**NOTICE OF THE FIRST DOMESTIC SHAREHOLDERS’
CLASS MEETING FOR THE YEAR 2021**

- (i) fees and expenses; and
- (j) validity period of the resolution;
- (2) To consider and approve the proposal on authorization to the Board to deal with matters in connection with the initial public offering and listing of RMB ordinary shares (A Shares) on the ChiNext Market at its full discretion at the general meeting; and
- (3) To consider and approve the proposal on the investment projects to be funded by the proceeds from the initial public offering of RMB ordinary shares (A Shares) and its feasibility plan.

By way of ordinary resolutions:

- (4) To consider and approve the proposal on the remedial measures for the dilution of immediate returns and undertakings from the relevant responsible parties; and
- (5) To consider and approve the proposal on the Price Stabilization Plan of A Shares for Three Years Following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares).

Details of the above resolutions proposed at the Domestic Shareholders’ Class Meeting are contained in the Circular, which is available on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the website of the Company (www.knhosp.cn).

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

Zhejiang, the PRC
September 17, 2021

As at the date of this notice, the executive Directors are Mr. GUAN Weili, Ms. WANG Lianyue and Ms. WANG Hongyue; the non-executive Director is Mr. QIN Hao; and the independent non-executive Directors are Mr. ZHAO Xudong, Ms. ZHONG Wentang and Mr. LIU Ning.

NOTICE OF THE FIRST DOMESTIC SHAREHOLDERS' CLASS MEETING FOR THE YEAR 2021

Notes:

ATTENDEE OF THE DOMESTIC SHAREHOLDERS' CLASS MEETING

1. Eligibility and Registration Procedures for Attending the Domestic Shareholders' Class Meeting

- (a) Closure of Register of Members. For the purpose of ascertaining Domestic Shareholders who are entitled to attend and vote at the Domestic Shareholders' Class Meeting, the register of members of the Company will be closed from Tuesday, October 5, 2021 to Friday, October 8, 2021 (both days inclusive).
- (b) Domestic Shareholders whose names appear on the register of members of the Company after the close of business on Monday, October 4, 2021 are entitled to attend and vote in respect of the resolutions to be proposed at the Domestic Shareholders' Class Meeting.
- (c) A Domestic Shareholder or his/her/its proxy shall produce proof of identity when attending the meeting. If a Domestic Shareholder is a legal person, its legal representative or other persons authorized by the board of directors or other governing body of such Shareholder may attend the Domestic Shareholders' Class Meeting by producing a copy of the resolution of the board of directors or other governing body of such Shareholder appointing such persons to attend the meeting.

2. Proxy

- (a) A Domestic Shareholder eligible to attend and vote at the Domestic Shareholders' Class Meeting is entitled to appoint, in written form, one or more proxies to attend and vote on his/her/its behalf. A proxy need not be a Shareholder.
- (b) A proxy should be appointed by a written instrument signed by the appointer or his/her/its attorney duly authorized in writing. If the form of proxy is signed by the attorney of the appointer, the power of attorney authorizing that attorney to sign or the authorization document(s) must be notarized.
- (c) To be valid, the power of attorney or other authorization document(s) which have been notarized together with the completed form of proxy must be delivered to the place of business of the Company not less than 24 hours before the time designated for holding of the Domestic Shareholders' Class Meeting (i.e. 2:00 p.m. on Thursday, October 7, 2021).
- (d) A Domestic Shareholder or his/her/its proxy may exercise the right to vote by poll.

3. Miscellaneous

- (a) The Domestic Shareholders' Class Meeting is expected to take place immediately after the EGM and the H Shareholders' Class Meeting. Domestic Shareholders who attend the Domestic Shareholders' Class Meeting shall bear their own travelling and accommodation expenses.
- (b) The contact details of the place of business of the Company are as follows:

No. 1 Shengjin Road, Huanglong Residential District, Wenzhou, Zhejiang, the PRC
Postal Code: 325000
Telephone No.: (+86) 577 8877 1689
Facsimile No.: (+86) 577 8878 9117
- (c) The contact person for the Domestic Shareholders' Class Meeting is Mr. WANG Jian and his telephone number is (+86) 577 8877 1689.

After the completion of the Offering and Listing, the Company's share capital will be enlarged compared with that before the offering, and the net asset size of the Company will increase to a certain extent after the proceeds are in place. The proceeds from the Offering and Listing will be used for the development of the Company's principal business, and the funding raising plan has been substantiated in detail by the Board, which is in line with the development plan of the Company and the development trend of the industry. As it takes some time to construct and implement the projects funded by proceeds, when the Company's share capital and net assets increase and the investment projects to be funded by proceeds have not yet realized profit, the immediate returns such as earnings per share and return on net assets will decrease to a certain extent if net profit does not realize growth accordingly after the offering.

In order to effectively reduce the impact of the dilution of immediate returns by the offering, the Company will take the following remedial measures on returns to shareholders diluted as a result of the offering in accordance with the relevant provisions of the Opinion of the State Council on Further Facilitating the Healthy Development of the Capital Markets (Guo Fa [2014] No. 17) (《國務院關於進一步促進資本市場健康發展的若干意見》(國發[2014]17號)), the Opinion from State Council General Office about Further Strengthening the Work of Protecting the Legal Interests of Minority Investors in the Capital Markets (Guo Ban Fa [2013] No. 110) (《國務院辦公廳關於進一步加強資本市場中小投資者合法權益保護工作的意見》(國辦發[2013]110號)) and the Guiding Opinions on Matters Relating to the Dilution of Current Returns as a Result of Initial Public Offering, Refinancing and Major Asset Restructuring (CSRC Announcement [2015] No. 31) (《關於首發及再融資、重大資產重組攤薄即期回報有關事項的指導意見》(證監會公告[2015]31號)) issued by the CSRC.

1. RAPIDLY ENHANCE THE OVERALL STRENGTH OF THE COMPANY AND EXPAND THE BUSINESS SCALE OF THE COMPANY

After the completion of the Company's initial public offering and listing, the Company's total assets will significantly increase, its risk resistance capacity and comprehensive strength will be significantly enhanced, and its market value will be significantly increased. Leveraging the capital market and good development opportunities, the Company will continue to expand the scale of the Company's principal business, capitalize on the Company's advantageous position in the field of private psychiatric specialized hospitals, and promote the Company's sustainable, healthy and stable development.

**2. COMPREHENSIVELY IMPROVE THE MANAGEMENT STANDARDS OF THE
COMPANY AND IMPROVE THE EFFICIENCY OF CAPITAL UTILIZATION**

The Company will take measures to strive to improve operational efficiency, strengthen budget management, control various expenses of the Company, enhance the efficiency of capital utilization, fully and effectively control the operation and management risks of the Company, and improve the operational efficiency and profitability of the Company. In addition, the Company will proactively improve the remuneration and incentive mechanism, introduce outstanding talents from the market, maximize the work initiative of employees, fully enhance employees' awareness of innovation and give full play to their creativity. Through the above measures, the Company will comprehensively improve the operational efficiency of the Company, reduce costs and further improve the operating results of the Company.

**3. ACCELERATE THE CONSTRUCTION OF INVESTMENT PROJECTS TO BE
FUNDED BY THE PROCEEDS AND STRENGTHEN THE MANAGEMENT OF
THE PROCEEDS**

The investment projects to be funded by the proceeds from the offering of shares by the Company are in line with the national industrial policy and the Company's development strategy, and have good market prospects and economic benefits. The Company will take into account its actual situation and needs and actively implement the construction of the investment projects to be funded by the proceeds, strive for early completion and realization of expected benefits, enhance the technological level and size of the Company's medical services and reduce the risk of dilution of shareholders' immediate returns as a result of this offering. The Company will deposit the proceeds in the special account designated by the Board in strict accordance with the relevant regulations of the stock exchange on the management of the proceeds. The Company strictly regulate the management and use of the proceeds with deposit in the special account to be earmarked for the designated use to ensure that the proceeds are fully and effectively utilized.

**4. IMPROVE PROFIT DISTRIBUTION MECHANISM AND ENHANCE
INVESTORS' RETURNS**

The Company has formulated the Shareholders Dividend Distribution Plan Within Three Years Following the Listing of Wenzhou Kangning Hospital Co., Ltd. (《温州康宁医院股份有限公司上市後前三年股東分紅回報規劃》) in accordance with the relevant regulations of the CSRC, which clarifies the principles, forms, conditions, proportions, decision-making procedures and mechanisms of dividends and establishes a relatively complete profit distribution system. In the future, the Company will further improve the profit distribution mechanism in accordance with the requirements of the CSRC and the actual situation of the Company to enhance investors' returns.

Each of the Directors and senior management of the Company have made the following undertakings to the public investors to make sure the Company's remedial measures for returns will be effectively implemented:

- “1. I shall not direct benefits to other entities or individuals at nil consideration or on unfair terms, nor otherwise prejudice the interests of the Company.
2. I shall restrain my duty-related spending.
3. I shall not appropriate assets of the Company for investment and spending unrelated to the performance of my duties.
4. Within the scope of my own duties and authority, I shall use my best endeavors to cause the remuneration system formulated by the Board or the remuneration and assessment committee of the Company to be correlated to the implementation of the Company's remedial measures for returns, and to vote in favor of the relevant resolutions to be considered by the Board and the general meeting of the Company (if I have the right to vote).
5. If the Company proposes to implement equity incentives in the future, within the scope of my own duties and authority, I shall use my best endeavors to cause the exercise conditions for the equity incentives to be announced by the Company to be correlated to the implementation of the Company's remedial measures for returns, and to vote in favor of the relevant resolutions to be considered by the Board and the general meeting of the Company (if I have the right to vote).
6. In the event that the relevant regulations of the Company and the aforesaid undertakings are inconsistent with the relevant provisions of the CSRC and the stock exchange after the CSRC and the stock exchange have separately issued relevant opinions and implementation rules on remedial measures for dilution of immediate returns and undertakings, I undertake to issue a supplementary undertaking immediately in accordance with the provisions of the CSRC and the stock exchange, and actively promote the Company to make new regulations to comply with the requirements of the CSRC and the stock exchange.
7. I shall perform the remedial measures for dilution of immediate returns formulated by the Company and any undertakings made by the Company with respect to the remedial measures for dilution of immediate returns in a full, complete and timely manner.

In the event of any breach of the foregoing undertakings or refusal to fulfill the foregoing undertakings, I agree that the securities regulatory authorities such as the CSRC and the stock exchange can impose relevant penalties or take relevant regulatory measures in accordance with the relevant regulations and rules formulated or issued by them.”

Each of the controlling Shareholders and actual controllers of the Company have made the following undertakings to the public investors on effective implementation of the Company’s remedial measures for returns:

- “1. I undertake to strictly implement the laws, regulations and rules regarding the governance of listed companies, protect the interests of the Company and the public, strengthen the independence of the Company, and improve the governance of the Company, and not to act ultra vires in interfering with the operation and management activities of the Company.
2. I undertake not to misappropriate the interests of the Company in any way.
3. In the event of my breach of the foregoing undertakings or my refusal to fulfill the foregoing undertakings, I will publicly explain the specific reasons for not fulfilling the undertaking and apologize to Shareholders and public investors at the general meeting of the Company and in the media designated by the CSRC; for the losses incurred to the Company or other Shareholders, I shall indemnify in accordance with the law.
4. If there is a change in the laws, regulations, regulatory documents, policies and requirements of securities regulatory authorities applicable to the foregoing undertakings, I am willing to be automatically subject to the changed laws, regulations, regulatory documents, policies and requirements of securities regulatory authorities.”

These remedial measures for dilution of immediate returns shall be effective and be implemented from the date of the Company’s initial public offering and listing of shares after approval at the general meeting of the Company.

In order to further promote the Company to establish a scientific, continuous and stable dividend distribution mechanism, actively reward the Shareholders, guide investors to form a stable investment return expectation, and protect the legitimate rights and interests of investors, the Company has formulated the Shareholders Dividend Distribution Plan Within Three Years Following the Listing of Wenzhou Kangning Hospital Co., Ltd. (《溫州康寧醫院股份有限公司上市後前三年股東分紅回報規劃》) (the “Plan”) in accordance with the requirements of the Company Law, the Notice of the China Securities Regulatory Commission Regarding Further Implementation of Cash Dividends Distribution by Listed Companies (《中國證券監督管理委員會關於進一步落實上市公司現金分紅有關事項的通知》) and the Listed Companies Regulatory Guidance No. 3 – Cash Dividends Distribution of Listed Companies (CSRC Announcement [2013] No. 43) (《上市公司監管指引第3號 – 上市公司現金分紅》(中國證券監督管理委員會公告[2013]43號)), in combination with the Articles of Association (Draft) of Wenzhou Kangning Hospital Co., Ltd. Its details are as follows:

I. FACTORS CONSIDERED IN FORMULATION OF THE PLAN

Focusing on long-term and sustainable development, and comprehensively considering the actual situation of the Company, development goals, the wishes and requirements of Shareholders (especially minority Shareholders), external financing costs and the financing environment, as well as the profit level, cash flow, development stage and current capital requirements of the Company, the Company shall establish a continuous, stable and scientific investor return plan and mechanism to make clear institutional arrangements for the profit distribution of the Company in order to ensure the consistency and stability of the dividend distribution policy.

II. PRINCIPLES FOR FORMULATION OF THE PLAN

The Company’s profit distribution policy maintains consistency and stability, while taking into account the long-term interests of the Company, the interests of all Shareholders as a whole and the sustainable development of the Company. The Company gives priority to the distribution of profits in the form of cash dividends.

III. SHAREHOLDERS DIVIDEND DISTRIBUTION PLAN WITHIN THREE YEARS FOLLOWING THE LISTING OF THE COMPANY

1. The Company may adopt cash, shares, combination of cash and shares or other forms permitted by laws and regulations in profit distribution.
2. The Company shall, in principle, distribute dividends once a year for the next three years. The Board of the Company may propose that Company declare interim dividends in accordance with the profit level, cash flow, development stage and current capital requirements of the Company.

3. The following conditions must be met at the same time when the Company implements cash dividends.
 - (1) The distributable profit (i.e. the after-tax profit of the Company after making up for losses, and allocation to the statutory common reserve and surplus reserve) realized by the Company for the year is positive in value;
 - (2) The audit firm has issued an audit report with unqualified opinions on the Company's financial report for the year; and
 - (3) The Company has no significant investment plan or significant cash expenditure (except for projects funded by proceeds).

A significant investment plan or significant cash expenditure refers to the following:

- 1) The cumulative expenditure of the Company's proposed external investment, acquisition of assets or purchase of equipment within the next twelve months reaches or exceeds 30% of the Company's latest audited total assets and exceeds RMB30 million.
4. In accordance with the Company Law and other relevant laws and regulations and the Articles of Association of Wenzhou Kangning Hospital Co., Ltd., the Company shall, on the basis of meeting the above-mentioned conditions for cash dividends and in conjunction with the Company's continuous operation and long-term development, distribute in cash an aggregate profit of not less than thirty percent of the average annual distributable profit realized in the last three years. In the event that a Shareholder of the Company illegally appropriates the Company's funds, the cash dividends to be distributed to such Shareholder shall be deducted by the Company in compensation for the Shareholder's use of capital.
 5. The Board of the Company shall take into consideration various factors comprehensively, including the characteristics of the industry in which it operates, its development stage, its own business model and profitability as well as whether the Company has any substantial capital expenditure arrangement, and differentiate the following circumstances and propose differentiated cash dividend policies in accordance with the procedures under the Articles of Association:
 - (1) Where the Company is in a developed stage with no substantial capital expenditure arrangement, the minimum percentage of cash dividends in this profit distribution shall be 80% when profits are distributed;
 - (2) Where the Company is in a developed stage with substantial capital expenditure arrangement, the minimum percentage of cash dividends in this profit distribution shall be 40% when profits are distributed; and

- (3) Where the Company is in a developing stage with substantial capital expenditure arrangement, the minimum percentage of cash dividends in this profit distribution shall be 20% when profits are distributed.
6. After the end of each accounting year, the Board of the Company shall propose a dividend proposal and submit it to the general meeting for voting. The Company accepts the recommendations and supervision of all Shareholders, independent Directors, the supervisory committee and minority Shareholders over the dividend distribution of the Company.
7. If the Company's operating revenue grows rapidly and the Board believes that the Company's share price does not match the size of its share capital, it may propose the implementation of a share dividend distribution plan on the basis of meeting the aforesaid conditions for cash dividend distribution, and, after consideration and approval by the Board and the Supervisory Committee, submit it to the general meeting for consideration and approval. The distribution of dividends by the Company shall not exceed the scope of accumulated distributable profits.

IV. DECISION-MAKING PROCESS OF THE PROFIT DISTRIBUTION PLAN

1. The Board of the Company shall, in the process of formulating the profit distribution proposal in accordance with the profit distribution policy, fully discuss with independent Directors, and form the profit distribution proposal on the basis of considering the continuous, stable and scientific returns to all shareholders. The profit distribution proposal shall include a description of the plan for the use of retained undistributed profits, and independent Directors shall express independent opinions on the reasonableness of the profit distribution proposal. At the meeting of the Board at which a profit distribution proposal of the Company is considered, the profit distribution proposal shall be submitted to the general meeting of the Company for consideration after being passed by more than half of all Directors and more than two-thirds of independent Directors.
2. When the profit distribution proposal is considered at the general meeting, the Company shall communicate and exchange views with Shareholders, especially minority Shareholders, through various channels. The Company's profit distribution plan shall be subject to approval by more than two-thirds of the voting rights held by the Shareholders present at the general meeting. When the Company makes adjustments to the plan for the use of retained undistributed profits, they shall be reported to the Board and the general meeting for approval, and the reasons for such adjustments shall be discussed and explained in detail in the relevant proposal, and independent Directors shall express their independent opinions in this regard.

**V. FORMULATION CYCLE AND RELEVANT DECISION-MAKING MECHANISM
OF THE SHAREHOLDERS DIVIDEND DISTRIBUTION PLAN**

1. After the listing of the Company, the Company shall review the Shareholders Dividend Distribution Plan at least once every three years, make an assessment of the Company's profit distribution policy based on the opinions of Shareholders (especially minority Shareholders), independent Directors and the Supervisory Committee, determine the dividend and return plan for Shareholders for that period of time, and submit it to the general meeting for voting.
2. The Board shall, in accordance with the Shareholders Dividend Distribution Plan, take into account specific operating data, fully consider the profit level, cash flow, development stage and current capital requirements of the Company, and incorporate the opinions of Shareholders (especially minority Shareholders), independent Directors and the Supervisory Committee, formulate an annual or interim dividend distribution plan and implement it after it has been approved by voting at the general meeting of the Company.

**VI. ADJUSTMENT MECHANISM OF THE COMPANY'S PROFIT DISTRIBUTION
POLICY**

If the Company needs to adjust the profit distribution policy due to significant changes in the external environment or the Company's own operating conditions, the adjusted profit distribution policy shall not violate the relevant regulations of the CSRC and the stock exchange, and the proposal to adjust the profit distribution policy shall be considered by the Board of the Company and then submitted to the general meeting of the Company for consideration and approval by way of special resolution.

The Plan shall take effect and be implemented from the date of the Company's initial public offering and listing upon approval by the general meeting of the Company.

**APPENDIX III PROPOSAL ON THE PRICE STABILIZATION PLAN OF A SHARES FOR
THREE YEARS FOLLOWING THE INITIAL PUBLIC OFFERING AND LISTING
OF RMB ORDINARY SHARES (A SHARES) ON THE CHINEXT MARKET**

In order to ensure that the share price of the Company will be at a reasonable price upon listing and to safeguard the interests of Shareholders of the Company, the Board of the Company has formulated the Price Stabilization Plan for Three Years Following the Initial Public Offering and Listing of RMB Ordinary Shares (A Shares) on the ChiNext Market in accordance with the requirements of the Opinions of the CSRC on Further Promoting the Reform of New Share Offering Scheme (CSRC Announcement [2013] No. 42) (《中國證監會關於進一步推進新股發行體制改革的意見》(中國證監會公告[2013]42號)) and other documents. Its details are as follows:

I. CONDITIONS FOR INITIATING MEASURES FOR STABILIZING SHARE PRICE

If, within 3 years from the date of listing of the Company's shares, the closing prices of A Shares of the Company for 20 consecutive trading days are lower than the latest audited net assets value per share, and under the laws, administrative regulations, departmental rules, regulatory documents and regulations issued by securities regulatory authorities, both the Company and relevant parties satisfy the requirements for acts that will result in changes to the share capital, such as the repurchase of shares and the increase of shareholding, the Company and relevant parties shall implement relevant share price stabilization measures.

II. SPECIFIC MEASURES FOR STABILIZING SHARE PRICE

The Company and related entities will initiate a plan to stabilize share price in the following order:

(1) Repurchase by the Company

1. The repurchase of Shares by the Company for stabilizing share price shall comply with the Administrative Measures for the Repurchase of Public Shares by Listed Companies (Trial) (Zheng Jian Fa [2005] No. 51) (《上市公司回購社會公眾股份管理辦法(試行)》(證監發[2005]51號)) and the Supplementary Provisions on the Repurchase of Shares by Listed Companies using Centralized Bidding (CSRC Announcement [2008] No. 39) (《關於上市公司以集中競價交易方式回購股份的補充規定》(中國證監會公告[2008]39號)) and other laws, regulations, departmental rules, regulatory documents and securities regulator's business rules, and at the same time ensure that the result of the repurchase will not cause the shareholding distribution of the Company to fail to comply with the listing conditions and the rules of the place where the shares are listed. The specific proposal will be subject to the Company's internal approval procedures and applicable external approval procedures in accordance with the applicable laws, regulations, regulatory documents and the Articles of Association.

2. Procedures for the repurchase of shares by the Company

In the event that conditions for initiating measures for stabilizing share price are met, the Company will convene a board meeting within 10 days and the Board will make a resolution on the implementation of the share repurchase, which must be passed by more than half of all Directors. After the resolution is passed by the Board, it will be submitted to the general meeting for approval and the corresponding announcement procedure will be performed.

The Company shall convene a general meeting within 30 days from the date on which the resolution is passed by the board of directors to consider the proposal of implementing the share repurchase. The resolution relating to the implementation of repurchase of shares at the general meeting of the Company shall be subject to approval by more than two-thirds of the voting rights held by the shareholders present at the meeting.

After the general meeting of the Company has approved the proposal of implementing the share repurchase, the Company will perform the corresponding obligations such as announcement, filing and notification to creditors in accordance with the law. The repurchase will be carried out in accordance with the price range and period as stipulated in the proposal of implementing the share repurchase as passed and resolved, provided that the statutory conditions are met.

3. Unless the following circumstances arise, the Company will repurchase shares within six months from the date of the resolution of the general meeting, and the number of shares repurchased will not exceed 2% of the total number of A shares of the Company prior to the repurchase: (1) by implementing the share repurchase, the closing price of the A shares of the Company for three consecutive trading days has been higher than the latest audited net assets per share of the Company; (2) continuing share repurchase will result in the Company's failure to satisfy the statutory conditions for listing.
4. After the completion or termination of the implementation of a single share repurchase, such repurchased Shares of the Company shall be cancelled with 10 days from the date of completion or termination, and the capital reduction process of the Company shall be completed in time.

(2) Increase of shareholding by controlling shareholders

1. The increase of shareholding by the controlling shareholders of the Company shall be in compliance with the Company Law, the Securities Law, the Administrative Measures for Takeovers of Listed Companies and other laws and regulations, as well as departmental regulations and regulatory documents relating to the increase of shareholdings by shareholders of listed companies.

Under the premise that the increase of shareholding in the Company by controlling shareholders will not result in the Company failing to satisfy statutory listing conditions or will not trigger tender offer obligation of controlling shareholders, if (1) the Company fails to implement the share repurchase or the share repurchase resolution is not approved at the general meeting of the Company; (2) the Company has implemented the share repurchase plan but still fails to meet the condition of “the closing price of the Company’s A shares for 3 consecutive trading days has been higher than the latest audited net assets per share”, the controlling shareholders will increase shareholding in the Company subject to compliance with the Administrative Measures for Takeovers of Listed Companies and the relevant regulations of the CSRC.

2. Where the Company does not implement the share repurchase plan due to the circumstances in (1) above, the controlling shareholders will submit a plan to increase its shareholding to the Company and the Company will announce the plan within 30 days from the date when the conditions for initiating measures for stabilizing share price are met or the resolution not to implement the share repurchase plan is made at the general meeting of the Company.

Where the Company has implemented the share repurchase plan but still fails to meet the conditions in (2) above, the controlling shareholders will submit a proposal to the Company to increase shareholding in the Company within 30 days from the date of completion or termination of the Company’s share repurchase plan and the Company will make an announcement.

3. After fulfilling the corresponding obligations such as announcement, the controlling shareholders will implement the increase in shareholding in accordance with the price range and period stipulated in the shareholding increase plan when the statutory conditions are satisfied. The controlling shareholders will implement the plan to increase the shareholding in the Company within six months from the date of announcement of the shareholding increase plan, and the number of shares to be increased will not exceed 2% of the total number of A shares of the Company, unless the following circumstances occur: (1) by increasing the shareholding in the

Company through acquiring shares, the closing price of the A shares of the Company for three consecutive trading days has been higher than the latest audited net assets per share of the Company; (2) continuing to increase the shareholding in the Company will cause the Company not meeting the statutory listing conditions; (3) continuing to increase their shareholding will result in the controlling shareholders being required to fulfill their obligation to make a tender offer and the controlling shareholders have not planned to implement the tender offer.

(3) Increase of shareholdings by directors (excluding independent directors, same hereinafter) and senior management

1. The increase of shareholding in the Company by directors and senior management of the Company shall be in compliance with the Company Law, the Securities Law and other laws and regulations as well as departmental regulations and regulatory documents relating to the increase in shareholdings by directors and senior management of listed companies.

After the completion of the proposal of increase of shareholding by the Company's controlling shareholders, if the Company's share still not yet fulfills the condition of "the closing price of the Company's A shares for three consecutive trading days has been higher than the latest audited net assets per share", and the increase of shareholding in the Company by directors and senior management will not cause the Company to fail to meet the statutory listing conditions or cause the controlling shareholder to fulfill its obligation to make a tender offer, the directors or senior management will increase the shareholding in the Company within 90 days after the completion of the implementation of the plan to increase shareholding in the Company by controlling shareholders.

2. When implementing the aforesaid plan to stabilize the share price of the Company, the funds used by the directors or senior management to increase their shareholdings shall not be less than 10% of their total after-tax remuneration received by them from the Company in the previous year, and the funds used to increase their shareholdings in a year shall not exceed their total remuneration received by them from the Company in the previous year; upon completion of the increase of shareholding, the shareholding distribution of the Company shall comply with the listing conditions, and the act of increasing shareholdings and information disclosure shall comply with the Company Law, the Securities Law and other relevant laws and administrative regulations.

3. Any increase in the shareholding of the Company by a director or senior management shall terminate when one of the following conditions is met: (1) by increasing the shareholding in the Company, the closing price of the Company's A shares for three consecutive trading days has been higher than the Company's latest audited net assets per share; (2) Continuing increase of shareholdings will result in the Company not meeting the statutory listing conditions; (3) Continuing increase of shareholdings will lead to an obligation to make a tender offer which they have no plan to execute.
4. For the newly appointed directors and senior management of the Company in the future, the Company will not appoint them until they have made undertakings to fulfill the corresponding commitments already made by the directors and senior management at the time of the issuance and listing of the Company and signed the corresponding written letter of undertaking.

(4) Re-triggering of share price stabilization measures

After the implementation of the Company's share price stabilization measures, if the share price of the Company again triggers the conditions for initiating the share price stabilization measures, the Company, controlling shareholders, directors, senior management and other relevant responsible entities will continue to perform their relevant obligations in accordance with the above measures. In each natural year, the Company's obligation to compulsorily activate the share price stabilization measures shall be limited to once.

(5) Restraint measures

The Company will remind and procure its controlling shareholders, directors and senior management (including the existing directors and senior management of the Company, as well as directors and senior management who are yet to assume office when the undertakings under this plan are entered into or newly elected or appointed in the future) to strictly fulfill the relevant undertakings on share price stabilization measures already made by the Company, controlling shareholders, directors and senior management at the time of initial public offering and listing of the Company.

The Company shall voluntarily accept the supervision from securities regulatory authorities, stock exchanges and other relevant competent authorities on formulation and implementation of the share price stabilization plan and assume legal liabilities. If the Company, controlling shareholders, directors and senior management fail to take the above specific measures to stabilize the share price when the prerequisites for initiating the share price stabilization measures are met, the Company, controlling shareholders, directors and senior management undertake that they shall be subject to the following restraint measures:

1. If the Company violates its undertakings in the plan for stabilizing share price within three years after listing, the Company shall (1) publicly explain the specific reasons for not fulfilling the undertakings and apologize to shareholders and public investors at the general meeting of the Company and in the media designated by the CSRC, and make supplementary or alternative undertakings to safeguard the rights and interests of investors as far as possible; (2) if the failure to fulfill relevant undertakings results in losses to investors, the Company will compensate the investors in accordance with the law.
2. If the controlling shareholders violates undertakings in the plan for stabilizing share price within three years after listing, the controlling shareholders shall: (1) publicly explain the specific reasons for not fulfilling the undertakings and apologize to other shareholders and public investors in the general meeting of the Company and in the media designated by the CSRC, and propose supplementary commitments or alternative commitments to protect the rights and interests of investors as far as possible; (2) the lock-up period of the restricted shares held by the controlling shareholders shall be extended by six months upon expiry, and the after-tax cash dividends received by the controlling shareholders from the Company in the latest accounting year shall be returned to the Company. If the cash dividends are not returned on time, the Company may withhold them from the cash dividends paid thereafter until the amount deducted cumulatively reaches the total amount of after-tax cash dividends received from the Company for the latest accounting year in which the obligation to stabilize the share price should be fulfilled.
3. If the directors and senior management of the Company who have the obligation to increase their shareholdings in the Company violate the undertakings the plan for stabilizing share price within three years after listing, such directors and senior management shall: (1) publicly explain in the general meeting of the Company and in the media designated by the CSRC the specific reasons for not fulfilling the undertakings and apologize to shareholders and public investors, and make supplementary or alternative undertakings to safeguard the rights and interests of investors as far as possible; (2) the Company shall deduct 20% of the monthly after-tax remuneration of the relevant party from the month in which he/she fails to fulfill the undertakings to stabilize share price until the cumulative amount deducted reaches 20% of the after-tax remuneration already received from the Company in the most recent accounting year in which the share price stabilization obligation should be fulfilled.

This share price stabilization plan shall be effective and implemented from the date of the initial public offering and listing of the Company's shares after it is approved by the general meeting of the Company.

No.	Before amendment	After amendment	Reason for
1	<p>Article 1 To safeguard the legitimate rights and interests of Wenzhou Kangning Hospital Co., Ltd. (the “Company”) and its shareholders and creditors, and to regulate organization and acts of the Company, these Articles of Association are formulated pursuant to the Company Law of PRC (the “Company Law”), the Securities Law of PRC (the “Securities Law”), the Special Provisions of the State Council on the Overseas Offering and Listing of Shares by the Joint Stock Limited Companies (the “Special Provisions”), the Mandatory Provisions for Articles of Association of Companies to be Listed Overseas, the Guidelines on Articles of Association of Listed Companies, the Letter of Opinions on Supplements and Amendments to the Articles of Association of Companies Listed in Hong Kong, the Reply of the State Council on the Adjustment of the Notice Period of the General Meeting and Other Matters Applicable to the Overseas Listed Companies (Guo Han [2019] No. 97), the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”), and other relevant provisions.</p>	<p>Article 1 To safeguard the legitimate rights and interests of Wenzhou Kangning Hospital Co., Ltd. (the “Company”) and its shareholders and creditors, and to regulate organization and acts of the Company, these Articles of Association are formulated pursuant to the Company Law of PRC (the “Company Law”), the Securities Law of PRC (the “Securities Law”), the Special Provisions of the State Council on the Overseas Offering and Listing of Shares by the Joint Stock Limited Companies (the “Special Provisions”), the Mandatory Provisions for Articles of Association of Companies to be Listed Overseas, the Guidelines on Articles of Association of Listed Companies, the Letter of Opinions on Supplements and Amendments to the Articles of Association of Companies Listed in Hong Kong, the Reply of the State Council on the Adjustment of the Notice Period of the General Meeting and Other Matters Applicable to the Overseas Listed Companies (Guo Han [2019] No. 97), <u>the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Hong Kong Listing Rules”), the Rules Governing the Listing of Shares on the ChiNext Market of Shenzhen Stock Exchange (“ChiNext Market Listing Rules”)</u> and other relevant provisions.</p>	/
2	<p>Article 2 ...</p> <p>With the Business License (registration number 330300000044161) granted.</p> <p>...</p>	<p>Article 2 ...</p> <p>With the Business License (<u>Unified social credit code: 91330300254421649G</u>) granted.</p> <p>...</p>	/

APPENDIX IV

**COMPARISON TABLE OF THE AMENDMENTS
TO THE ARTICLES OF ASSOCIATION (DRAFT)**

No.	Before amendment	After amendment	Reason for
3	<p>Article 8 These Articles of Association take effect and be implemented on the day when they were approved through a resolution at the general meeting. Any proposed amendment to these Articles of Association should be formulated by the Board and shall come into effect from the date of approval at the general meeting.</p>	<p>Article 8 <u>These Articles of Association have been approved by the shareholders' general meeting and take effect from the date of initial public offering and listing of the RMB ordinary shares (A Shares) issued by the Company on Shenzhen Stock Exchange.</u> Any proposed amendment to these Articles of Association should be formulated by the Board and shall come into effect from the date of approval at the general meeting.</p>	/
4	<p>Article 9 ...</p> <p>Without prejudice to the provisions of Article 244, and according to these Articles of Association, one shareholder may sue the other shareholders, and the shareholders may sue the Company's directors, supervisors and senior management. The shareholders may sue the Company. The Company may sue the shareholders, directors, supervisors and senior management.</p> <p>...</p>	<p>Article 9 ...</p> <p>Without prejudice to the provisions of Article 255, and according to these Articles of Association, one shareholder may sue the other shareholders, and the shareholders may sue the Company's directors, supervisors and senior management. The shareholders may sue the Company. The Company may sue the shareholders, directors, supervisors and senior management.</p> <p>...</p>	/
5	<p>Article 16 The Company may issue shares to investors inside the PRC and investors outside the PRC upon approval of the securities regulatory authorities under the State Council.</p> <p>...</p>	<p>Article 16 The Company may issue shares to investors inside the PRC and investors outside the PRC upon approval of or <u>registration via</u> the securities regulatory authorities under the State Council or <u>departments authorized by the State Council.</u></p> <p>...</p>	/

No.	Before amendment	After amendment	Reason for
6	<p>Article 17 The shares issued by the Company to investors inside the PRC for subscription in Renminbi shall be referred to as “domestic shares”. The shares issued by the Company to investors outside the PRC for subscription in foreign currency shall be referred to as “foreign shares”. The foreign shares that are listed overseas shall be referred to as “overseas-listed foreign shares”. A holder of domestic shares and a holder of overseas-listed foreign shares are both holders of ordinary shares and shall have the same obligations and rights.</p> <p>...</p> <p>Approved by securities regulatory authorities under the State Council, the Company’s domestic shares may be listed and traded on an overseas stock exchange and converted into overseas-listed foreign shares. Upon conversion of such shares into overseas-listed foreign shares, listing and trading of such shares on overseas stock exchanges shall comply with the regulatory procedure, regulations and requirements of the foreign security markets. The conversion of domestic shares into overseas-listed foreign shares and listing on an overseas stock exchange shall not require the convening of a general meeting or class meeting. The converted overseas-listed foreign shares shall belong to the same class of shares as the existing overseas-listed foreign shares.</p>	<p>Article 17 The <u>domestically-listed shares</u> issued by the Company to investors and <u>other qualified investors</u> inside the PRC for subscription in Renminbi shall be referred to as “domestic shares” or “<u>RMB ordinary shares</u>”. The shares issued by the Company to investors outside the PRC for subscription in foreign currency shall be referred to as “foreign shares”. The foreign shares that are listed overseas shall be referred to as “overseas-listed foreign shares”. A holder of domestic shares and a holder of overseas-listed foreign shares are both holders of ordinary shares and shall have the same obligations and rights.</p> <p>...</p> <p><u>The RMB ordinary shares issued by the Company inside the PRC (hereinafter referred to as “A shares”)</u> refer to the RMB-denominated shares approved by <u>Shenzhen Stock Exchange (hereinafter referred to as “Shenzhen Stock Exchange”)</u> for listing and to be <u>subscribed and traded in RMB.</u></p>	/

No.	Before amendment	After amendment	Reason for																																																																																								
7	<p data-bbox="312 321 751 534">Article 18 As approved by the approval authorities of the Company authorized by the State Council, 50,000,000 ordinary shares were issued to the promoters of the Company upon establishment of the Company. Promoters and their respective shares subscribed are set out as follows:</p> <table border="1" data-bbox="312 583 751 1640"> <thead> <tr> <th data-bbox="312 583 336 655">No.</th> <th data-bbox="336 583 507 655">Name of promoters</th> <th data-bbox="507 583 624 655">Shareholding (share)</th> <th data-bbox="624 583 751 655">Percentage of shareholding</th> </tr> </thead> <tbody> <tr> <td data-bbox="312 655 336 687">1.</td> <td data-bbox="336 655 507 687">Guan Weili</td> <td data-bbox="507 655 624 687">19,810,250</td> <td data-bbox="624 655 751 687">39.6205%</td> </tr> <tr> <td data-bbox="312 687 336 842">2.</td> <td data-bbox="336 687 507 842">Guangzhou GL Capital Investment Fund L.P.</td> <td data-bbox="507 687 624 842">13,416,750</td> <td data-bbox="624 687 751 842">26.8335%</td> </tr> <tr> <td data-bbox="312 842 336 874">3.</td> <td data-bbox="336 842 507 874">Wang Hongyue</td> <td data-bbox="507 842 624 874">5,304,350</td> <td data-bbox="624 842 751 874">10.6087%</td> </tr> <tr> <td data-bbox="312 874 336 906">4.</td> <td data-bbox="336 874 507 906">Wang Lianyue</td> <td data-bbox="507 874 624 906">3,794,500</td> <td data-bbox="624 874 751 906">7.5890%</td> </tr> <tr> <td data-bbox="312 906 336 1034">5.</td> <td data-bbox="336 906 507 1034">Beijing CDH Weixin Venture Capital L.P.</td> <td data-bbox="507 906 624 1034">3,347,750</td> <td data-bbox="624 906 751 1034">6.6955%</td> </tr> <tr> <td data-bbox="312 1034 336 1140">6.</td> <td data-bbox="336 1034 507 1140">Beijing CDH Weisen Venture Capital L.P.</td> <td data-bbox="507 1034 624 1140">2,326,400</td> <td data-bbox="624 1034 751 1140">4.6528%</td> </tr> <tr> <td data-bbox="312 1140 336 1289">7.</td> <td data-bbox="336 1140 507 1289">Ningbo Xinshi Kangning Investment Management L.P.</td> <td data-bbox="507 1140 624 1289">1,543,000</td> <td data-bbox="624 1140 751 1289">3.0860%</td> </tr> <tr> <td data-bbox="312 1289 336 1438">8.</td> <td data-bbox="336 1289 507 1438">Ningbo Enci Kangning Investment Management L.P.</td> <td data-bbox="507 1289 624 1438">258,000</td> <td data-bbox="624 1289 751 1438">0.5160%</td> </tr> <tr> <td data-bbox="312 1438 336 1587">9.</td> <td data-bbox="336 1438 507 1587">Ningbo Renai Kangning Investment Management L.P.</td> <td data-bbox="507 1438 624 1587">199,000</td> <td data-bbox="624 1438 751 1587">0.3980%</td> </tr> <tr> <td data-bbox="312 1587 336 1640"></td> <td data-bbox="336 1587 507 1640">Total</td> <td data-bbox="507 1587 624 1640">50,000,000</td> <td data-bbox="624 1587 751 1640">100%</td> </tr> </tbody> </table> <p data-bbox="312 1689 751 1817">Upon the increase in the registered capital in March 2015, the name of shareholders of the Company, number of subscribed shares and their proportion in the share capital are set out as follows:</p> <p data-bbox="312 1881 336 1906">...</p>	No.	Name of promoters	Shareholding (share)	Percentage of shareholding	1.	Guan Weili	19,810,250	39.6205%	2.	Guangzhou GL Capital Investment Fund L.P.	13,416,750	26.8335%	3.	Wang Hongyue	5,304,350	10.6087%	4.	Wang Lianyue	3,794,500	7.5890%	5.	Beijing CDH Weixin Venture Capital L.P.	3,347,750	6.6955%	6.	Beijing CDH Weisen Venture Capital L.P.	2,326,400	4.6528%	7.	Ningbo Xinshi Kangning Investment Management L.P.	1,543,000	3.0860%	8.	Ningbo Enci Kangning Investment Management L.P.	258,000	0.5160%	9.	Ningbo Renai Kangning Investment Management L.P.	199,000	0.3980%		Total	50,000,000	100%	<p data-bbox="796 321 1235 534">Article 18 As approved by the approval authorities of the Company authorized by the State Council, 50,000,000 ordinary shares were issued to the promoters of the Company upon establishment of the Company. Promoters and their respective shares subscribed are set out as follows:</p> <table border="1" data-bbox="796 583 1235 1640"> <thead> <tr> <th data-bbox="796 583 820 655">No.</th> <th data-bbox="820 583 991 655">Name of promoters</th> <th data-bbox="991 583 1107 655">Shareholding (share)</th> <th data-bbox="1107 583 1235 655">Percentage of shareholding</th> </tr> </thead> <tbody> <tr> <td data-bbox="796 655 820 687">1.</td> <td data-bbox="820 655 991 687">Guan Weili</td> <td data-bbox="991 655 1107 687">19,810,250</td> <td data-bbox="1107 655 1235 687">39.6205%</td> </tr> <tr> <td data-bbox="796 687 820 842">2.</td> <td data-bbox="820 687 991 842">Guangzhou GL Capital Investment Fund L.P.</td> <td data-bbox="991 687 1107 842">13,416,750</td> <td data-bbox="1107 687 1235 842">26.8335%</td> </tr> <tr> <td data-bbox="796 842 820 874">3.</td> <td data-bbox="820 842 991 874">Wang Hongyue</td> <td data-bbox="991 842 1107 874">5,304,350</td> <td data-bbox="1107 842 1235 874">10.6087%</td> </tr> <tr> <td data-bbox="796 874 820 906">4.</td> <td data-bbox="820 874 991 906">Wang Lianyue</td> <td data-bbox="991 874 1107 906">3,794,500</td> <td data-bbox="1107 874 1235 906">7.5890%</td> </tr> <tr> <td data-bbox="796 906 820 1034">5.</td> <td data-bbox="820 906 991 1034">Beijing CDH Weixin Venture Capital L.P.</td> <td data-bbox="991 906 1107 1034">3,347,750</td> <td data-bbox="1107 906 1235 1034">6.6955%</td> </tr> <tr> <td data-bbox="796 1034 820 1140">6.</td> <td data-bbox="820 1034 991 1140">Beijing CDH Weisen Venture Capital L.P.</td> <td data-bbox="991 1034 1107 1140">2,326,400</td> <td data-bbox="1107 1034 1235 1140">4.6528%</td> </tr> <tr> <td data-bbox="796 1140 820 1289">7.</td> <td data-bbox="820 1140 991 1289">Ningbo Xinshi Kangning Investment Management L.P.</td> <td data-bbox="991 1140 1107 1289">1,543,000</td> <td data-bbox="1107 1140 1235 1289">3.0860%</td> </tr> <tr> <td data-bbox="796 1289 820 1438">8.</td> <td data-bbox="820 1289 991 1438">Ningbo Enci Kangning Investment Management L.P.</td> <td data-bbox="991 1289 1107 1438">258,000</td> <td data-bbox="1107 1289 1235 1438">0.5160%</td> </tr> <tr> <td data-bbox="796 1438 820 1587">9.</td> <td data-bbox="820 1438 991 1587">Ningbo Renai Kangning Investment Management L.P.</td> <td data-bbox="991 1438 1107 1587">199,000</td> <td data-bbox="1107 1438 1235 1587">0.3980%</td> </tr> <tr> <td data-bbox="796 1587 820 1640"></td> <td data-bbox="820 1587 991 1640">Total</td> <td data-bbox="991 1587 1107 1640">50,000,000</td> <td data-bbox="1107 1587 1235 1640">100%</td> </tr> </tbody> </table>	No.	Name of promoters	Shareholding (share)	Percentage of shareholding	1.	Guan Weili	19,810,250	39.6205%	2.	Guangzhou GL Capital Investment Fund L.P.	13,416,750	26.8335%	3.	Wang Hongyue	5,304,350	10.6087%	4.	Wang Lianyue	3,794,500	7.5890%	5.	Beijing CDH Weixin Venture Capital L.P.	3,347,750	6.6955%	6.	Beijing CDH Weisen Venture Capital L.P.	2,326,400	4.6528%	7.	Ningbo Xinshi Kangning Investment Management L.P.	1,543,000	3.0860%	8.	Ningbo Enci Kangning Investment Management L.P.	258,000	0.5160%	9.	Ningbo Renai Kangning Investment Management L.P.	199,000	0.3980%		Total	50,000,000	100%	/
No.	Name of promoters	Shareholding (share)	Percentage of shareholding																																																																																								
1.	Guan Weili	19,810,250	39.6205%																																																																																								
2.	Guangzhou GL Capital Investment Fund L.P.	13,416,750	26.8335%																																																																																								
3.	Wang Hongyue	5,304,350	10.6087%																																																																																								
4.	Wang Lianyue	3,794,500	7.5890%																																																																																								
5.	Beijing CDH Weixin Venture Capital L.P.	3,347,750	6.6955%																																																																																								
6.	Beijing CDH Weisen Venture Capital L.P.	2,326,400	4.6528%																																																																																								
7.	Ningbo Xinshi Kangning Investment Management L.P.	1,543,000	3.0860%																																																																																								
8.	Ningbo Enci Kangning Investment Management L.P.	258,000	0.5160%																																																																																								
9.	Ningbo Renai Kangning Investment Management L.P.	199,000	0.3980%																																																																																								
	Total	50,000,000	100%																																																																																								
No.	Name of promoters	Shareholding (share)	Percentage of shareholding																																																																																								
1.	Guan Weili	19,810,250	39.6205%																																																																																								
2.	Guangzhou GL Capital Investment Fund L.P.	13,416,750	26.8335%																																																																																								
3.	Wang Hongyue	5,304,350	10.6087%																																																																																								
4.	Wang Lianyue	3,794,500	7.5890%																																																																																								
5.	Beijing CDH Weixin Venture Capital L.P.	3,347,750	6.6955%																																																																																								
6.	Beijing CDH Weisen Venture Capital L.P.	2,326,400	4.6528%																																																																																								
7.	Ningbo Xinshi Kangning Investment Management L.P.	1,543,000	3.0860%																																																																																								
8.	Ningbo Enci Kangning Investment Management L.P.	258,000	0.5160%																																																																																								
9.	Ningbo Renai Kangning Investment Management L.P.	199,000	0.3980%																																																																																								
	Total	50,000,000	100%																																																																																								

No.	Before amendment	After amendment	Reason for
8	<p>Article 19 Upon the establishment of the Company, as approved by China Securities Regulatory Commission (the “CSRC”) and the Hong Kong Stock Exchange, the Company has issued not more than 20,240,000 H shares (including H shares issued upon the exercise of the Over-allotment Option).</p> <p>...</p>	<p>Article 19 Upon the establishment of the Company, as approved by China Securities Regulatory Commission (the “CSRC”) and the Hong Kong Stock Exchange, the Company has issued not more than 20,240,000 H shares (including H shares issued upon the exercise of the Over-allotment Option).</p> <p><u>With approval of registration by CSRC on [●], the Company initially issued [●] RMB ordinary shares to the public, which were listed on the Shenzhen Stock Exchange on [●]. Upon the completion of the share issue, the registered capital of the Company was [●], and all the shares issued were ordinary shares, among which the shareholders of the domestically-listed domestic shares (A shares) hold [●] shares, accounting for approximately [●]% of the Company’s total share capital, while the shareholders of the overseas-listed foreign shares (H shares) hold [●] shares, accounting for approximately [●]% of the Company’s total share capital.</u></p>	/
9	<p>Article 20 The domestic shares issued by the Company are centrally deposited at the China Securities Depository and Clearing Corporation Limited. The H shares of the Company are mainly under the central depository’s custody, which belongs to Hong Kong Securities Clearing Company Limited and may also be held by shareholder in individual names.</p>	<p>Article 20 The <u>domestically-listed</u> domestic shares issued by the Company are centrally deposited at the China Securities Depository and Clearing Corporation Limited (<u>Shenzhen branch</u>). The H shares of the Company are mainly under the central depository’s custody, which belongs to Hong Kong Securities Clearing Company Limited and may also be held by shareholder in individual names.</p>	/

No.	Before amendment	After amendment	Reason for
10	<p>Article 21 After the plans for issuing overseas-listed foreign shares and domestic shares have been approved by the securities regulatory authorities under the State Council, the Company's Board may arrange for implementation of such plans by means of separate issuances.</p> <p>The Company's plan for issuance of overseas-listed foreign shares and domestic shares in accordance with the preceding paragraph may be implemented within 15 months upon approval by the securities regulatory authorities under the State Council, unless otherwise stipulated by the securities regulatory authorities under the State Council.</p>	<p>Article 21 After the plans for issuing overseas-listed foreign shares and domestically-listed domestic shares have been approved by or registered via the securities regulatory authorities under the State Council or departments authorized by the State Council, the Company's Board may arrange for implementation of such plans by means of separate issuances.</p> <p>The Company's plan for issuance of overseas-listed foreign shares and domestically-listed domestic shares in accordance with the preceding paragraph may be implemented within 15 months upon approval by or registration via the securities regulatory authorities under the State Council or departments authorized by the State Council, unless otherwise stipulated by the securities regulatory authorities under the State Council.</p>	/
11	<p>Article 22 Where the Company issues overseas-listed foreign shares and domestic shares separately within the total number of shares specified in the issuance plans, such shares shall be fully subscribed in one single issuance. Where special circumstances make it impossible for every such single issuance to be fully subscribed, the shares may be issued in tranches, subject to the approval of the securities regulatory authorities under the State Council.</p>	<p>Article 22 Where the Company issues overseas-listed foreign shares and domestically-listed domestic shares separately within the total number of shares specified in the issuance plans, such shares shall be fully subscribed in one single issuance. Where special circumstances make it impossible for every such single issuance to be fully subscribed, the shares may be issued in tranches, subject to the approval of the securities regulatory authorities under the State Council.</p>	/
12	<p>Article 23 At its establishment, the Company had a registered capital of RMB50,000,000. Upon completion of the issue of H shares, the registered capital of the Company is RMB73,040,000. Upon completion of non-public issue of domestic shares in August 2018, the Company had a registered capital of RMB75,500,000. Prior to cancellation of repurchase of H shares in July 2020, the Company had a registered capital of RMB75,500,000.</p> <p>Upon completion of cancellation of the aforesaid repurchase of 899,700 H shares by the Company, the registered capital of the Company is RMB74,600,300.</p>	<p>Article 23 At its establishment, the Company had a registered capital of RMB50,000,000. Upon completion of the initial public offering of H shares, the registered capital of the Company is RMB73,040,000. Upon completion of non-public issue of domestic shares in August 2018, the Company had a registered capital of RMB75,500,000. Prior to cancellation of repurchase of H shares in July 2020, the Company had a registered capital of RMB75,500,000.</p> <p>Upon completion of cancellation of the aforesaid repurchase of 899,700 H shares by the Company, the registered capital of the Company is RMB74,600,300.</p> <p>Upon the completion of the initial public offering of RMB ordinary shares (A shares), the registered capital of the Company was [●],</p>	/

No.	Before amendment	After amendment	Reason for
13	<p data-bbox="312 321 395 348">Article 26</p> <p data-bbox="312 406 331 434">...</p> <p data-bbox="312 470 751 1021">The directors, supervisors and senior management of the Company shall report to the Company the shares held by them and the changes thereof. During the term of their office, the shares transferred by any of them each year shall not exceed 25% of the total shares of the Company that he holds. The shares of the Company held by the aforesaid persons shall not be transferred within one year from the date when the shares of the Company are listed and traded in a stock exchange. If any of the aforesaid persons leaves from his post, he shall not transfer the shares of the Company that he holds within six months from such departure. If listing rules of the stock exchange of the place(s) in which the shares of the Company are listed provide otherwise on restrictions on transfers of H shares, such rules shall prevail.</p>	<p data-bbox="793 321 876 348">Article 26</p> <p data-bbox="793 406 812 434">...</p> <p data-bbox="793 470 1232 1021">The directors, supervisors and senior management of the Company shall report to the Company the shares held by them and the changes thereof. During the term of their office, the shares transferred by any of them each year shall not exceed 25% of the total shares of the Company that he holds. The shares of the Company held by the aforesaid persons shall not be transferred within one year from the date when the shares of the Company are listed and traded in a stock exchange. If any of the aforesaid persons leaves from his post, he shall not transfer the shares of the Company that he holds within six months from such departure. If listing rules of the stock exchange of the place(s) in which the shares of the Company are listed provide otherwise on restrictions on transfers of <u>A shares and</u> H shares, such rules shall prevail.</p>	/

No.	Before amendment	After amendment	Reason for
14	<p>Article 27 If a director, supervisor or senior management of the Company, or a shareholder holding more than 5% of the shares of the Company sells the shares of the Company within six months after buying those shares, or buys the shares within six months after selling those shares, all the gains arising thereof shall belong to the Company, and such gains shall be collected by the Board of the Company. But if a securities company underwrites unsold shares, thereby holding more than 5% of the shares, the sale of these shares shall not be subject to the said six-month restriction. If listing rules of the stock exchange of the place(s) in which the shares of the Company are listed provide otherwise on restrictions on transfers of H shares, such rules shall prevail.</p> <p>If the Company's Board does not execute in compliance with the preceding paragraph, the shareholders can request the Board to do so within 30 days. If the Board does not enforce such right within the aforesaid period, the shareholders are entitled to commence litigations in court in their own names for the interest of the Company.</p> <p>If the Company's Board does not execute in compliance with the first paragraph, the director(s) liable shall assume joint and several responsibilities pursuant to laws.</p>	<p>Article 27 If a director, supervisor or senior management of the Company, or a shareholder holding more than 5% of the shares of the Company sells the shares of the Company <u>or other securities in nature of equity</u> within six months after buying those shares, or buys the shares within six months after selling those shares, all the gains arising thereof shall belong to the Company, and such gains shall be collected by the Board of the Company. But if a securities company underwrites unsold shares, thereby holding more than 5% of the shares, the sale of these shares shall not be subject to the said six-month restriction. If listing rules of the stock exchange of the place(s) in which the shares of the Company are listed provide otherwise on restrictions on transfers of <u>A shares and H shares</u>, such rules shall prevail.</p> <p><u>The shares or other securities with equity nature held by the director, supervisor, senior management or natural person shareholder referred to in the preceding paragraph include the shares or other securities with equity nature held by their spouse, parents, children in their own name and under others' account.</u></p> <p>If the Company's Board does not execute in compliance with the <u>first paragraph</u>, the shareholders can request the Board to do so within 30 days. If the Board does not enforce such right within the aforesaid period, the shareholders are entitled to commence litigations in court in their own names for the interest of the Company.</p> <p>If the Company's Board does not execute in compliance with the first paragraph, the director(s) liable shall assume joint and several responsibilities pursuant to laws.</p>	Securities Law of the People's Republic of China (2019 Revision)
15	<p>Article 32 With approval from relevant state authorities to repurchase its own shares, the Company may proceed in any one of the following manners:</p> <p>...</p>	<p>Article 32 With approval from relevant state authorities to repurchase its own shares, the Company may proceed in any one of the following manners:</p> <p>...</p> <p><u>If listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed provide otherwise on restrictions on repurchase of A shares and H shares, such rules shall prevail.</u></p>	/

No.	Before amendment	After amendment	Reason for
16	<p>Article 34 The acquisition of its shares by the Company for reasons set forth in Items (1) to (2) of Article 31 hereof shall be subject to the approval at the general meeting in accordance with the provisions hereunder. The acquisition of its shares by the Company for reasons set forth in Items (3), (5) and (6) of Article 31 hereof may be subject to the approval at the Board meeting attended by more than two-thirds of the directors in accordance with the provisions hereunder. Upon the acquisition of its shares by the Company pursuant to the provisions under Article 31 hereof, under the circumstance set forth in Item (1), the shares so purchased shall be cancelled within ten days after the said acquisition; under the circumstances set forth in Items (2) and (4), the shares shall be transferred or cancelled within six months. The shares repurchased pursuant to the provisions under Items (3), (5) and (6) of Article 31 hereof shall not exceed 10% of the total issued shares of the Company, and shall be transferred or cancelled within three years.</p>	<p>Article 34 The acquisition of its shares by the Company for reasons set forth in Items (1) to (2) of Article 31 paragraph 1 hereof shall be subject to the approval at the general meeting in accordance with the provisions hereunder. The acquisition of its shares by the Company for reasons set forth in Items (3), (5) and (6) of Article 31 paragraph 1 hereof may be subject to the approval at the Board meeting attended by more than two-thirds of the directors in accordance with the provisions hereunder. Upon the acquisition of its shares by the Company pursuant to the provisions under Article 31 paragraph 1 hereof, under the circumstance set forth in Item (1), the shares so purchased shall be cancelled within ten days after the said acquisition; under the circumstances set forth in Items (2) and (4), the shares shall be transferred or cancelled within six months. The shares repurchased pursuant to the provisions under Items (3), (5) and (6) of Article 31 hereof shall not exceed 10% of the total issued shares of the Company, and shall be transferred or cancelled within three years.</p>	/
17	<p>Article 36 Unless the Company has already entered the liquidation stage, it shall comply with the following provisions in buying back its issued and outstanding shares:</p> <p>...</p>	<p>Article 36 Unless the Company has already entered the liquidation stage, it shall comply with the following provisions in buying back its issued and outstanding shares:</p> <p>...</p> <p><u>Unless otherwise provided in relevant laws, administrative regulations and relevant provisions of the securities regulatory authorities of the stock exchange(s) where the shares of the Company are listed in respect of the financial arrangement related to the aforementioned share buy-back, such provisions shall prevail.</u></p>	/

No.	Before amendment	After amendment	Reason for
18	<p>Article 46 All paid H shares are freely transferable according to these Articles of Association. However, unless meeting the following conditions, the Board may decline to recognize any transfer instrument without giving any reasons:</p> <p>...</p>	<p>Article 46 <u>Unless otherwise provided in relevant laws, regulations and listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed, the fully-paid ordinary shares of the Company may be transferred freely.</u></p> <p>All paid H shares are freely transferable according to these Articles of Association. However, unless meeting the following conditions, the Board may decline to recognize any transfer instrument without giving any reasons:</p> <p>...</p>	/
19	<p>Article 50 ...</p> <p>Applications for the replacement of domestic share certificates shall be dealt with in accordance with the relevant provisions of the Company Law.</p> <p>...</p>	<p>Article 50 ...</p> <p>Applications for the replacement of domestically-listed domestic share (A share) certificates shall be dealt with in accordance with the relevant provisions of the ChiNext Market Listing Rules and the Company Law.</p> <p>...</p>	/
20	<p>Article 54 Holders of ordinary shares of the Company shall enjoy the following rights: ...</p> <p>Documents set out in item (1) and items (3) to (7) above and any other applicable documents shall be made available by the Company, according to the requirements of the Listing Rules, at the Company's address in Hong Kong, for the public and holders of overseas-listed foreign shares to inspect free of charge. Minutes of general meetings shall only be made available for inspection by shareholders of the Company.</p>	<p>Article 54 Holders of ordinary shares of the Company shall enjoy the following rights: ...</p> <p>Documents set out in item (1) and items (3) to (7) above and any other applicable documents shall be made available by the Company, according to the requirements of the Hong Kong Listing Rules, at the Company's address in Hong Kong, for the public and holders of overseas-listed foreign shares to inspect free of charge. Minutes of general meetings shall only be made available for inspection by shareholders of the Company.</p>	/

No.	Before amendment	After amendment	Reason for
21	<p>Article 61 The controlling shareholder or de facto controller of the Company shall not use his connected relationship to damage the Company's interests. In case of a breach resulting in damage to the Company, he shall be liable for compensation. ...</p> <p>The term "controlling shareholder" mentioned in this Article refers to a person who satisfies any one of the following conditions:</p> <p>(1) He, acting individually or in concert with others, may elect more than half of the directors;</p> <p>(2) He, acting individually or in concert with others, may exercise or control the exercise of more than 30% of the Company's voting rights;</p> <p>(3) He, acting individually or in concert with others, holds more than 30% of the issued and outstanding shares of the Company;</p> <p>(4) He, acting individually or in concert with others, actually controls the Company in other ways.</p>	<p>Article 61 The controlling shareholder or de facto controller of the Company shall not use his <u>related party</u> relationship to damage the Company's interests. In case of a breach resulting in damage to the Company, he shall be liable for compensation. ...</p> <p>The term "controlling shareholder" mentioned in this Article refers to a person who satisfies any one of the following conditions:</p> <p>(1) He, acting individually or in concert with others, may elect more than half of the directors;</p> <p>(2) He, acting individually or in concert with others, may exercise or control the exercise of more than 30% of the Company's voting rights;</p> <p>(3) He, acting individually or in concert with others, holds more than 30% of the issued and outstanding shares of the Company;</p> <p>(4) He, acting individually or in concert with others, actually controls the Company in other ways;</p> <p><u>(5) Holds more than 50% of the Company's shares;</u></p> <p><u>(6) Other conditions as determined by the securities regulatory authority of the place(s) where the Company's shares are listed.</u></p>	<p>Rules Governing the Listing of Shares on the ChiNext Market of Shenzhen Stock Exchange (2020 December Revision) & Guidance for the Articles of Association of Listed Companies (2019 Revision)</p>
22	<p>Article 63 The general meeting shall exercise the following functions and powers: ...</p> <p>...</p> <p>(12) Review and approve the external guarantee issues which shall be reviewed at the general meeting as prescribed in Article 64 of these Articles of Association;</p>	<p>Article 63 The general meeting shall exercise the following functions and powers: ...</p> <p>...</p> <p>(12) Review and approve the external guarantee issues which shall be reviewed at the general meeting as prescribed in Article 65 of these Articles of Association;</p> <p>...</p>	/

No.	Before amendment	After amendment	Reason for
23	/	<p data-bbox="796 321 1235 612"><u>Article 64 The scope of authorization of the Board which allows the Board to consider and approve of submission of matters regarding external investment, purchase and sale of assets, provision of security on the Company's assets, matters on external guarantees, entrusted wealth management, related party transactions and others for the general meeting's consideration is as follows:</u></p> <p data-bbox="796 661 1235 800"><u>(1) Company's transactions (excluding provision of guarantee and financial assistance) which have met with one of the following standards shall be subject to the consideration and approval of the Board:</u></p> <p data-bbox="796 849 1235 1023"><u>1. if the total assets of the transaction accounted for more than 50% of the Company's latest audited total assets, and for the transaction consisting of both book value and appraised value, the higher of which shall be used for calculation;</u></p> <p data-bbox="796 1072 1235 1247"><u>2. if the operating revenue of the transaction subject (such as equity) in the latest fiscal year accounts for more than 50% of the Company's audited operating revenue in the latest fiscal year, and the absolute amount exceeds RMB50 million;</u></p> <p data-bbox="796 1295 1235 1470"><u>3. if the net profit of the transaction subject (such as equity) in the latest fiscal year accounted for more than 50% of the Company's audited net profit in the latest fiscal year, and the absolute amount exceeds RMB5 million;</u></p> <p data-bbox="796 1519 1235 1693"><u>4. if the transaction amount (including the debts and expenses assumed, same applied below) accounts for more than 50% of the Company's latest audited net assets, and the absolute amount exceeds RMB50 million;</u></p>	<p data-bbox="1264 321 1351 800"><u>Rules Governing the Listing of Shares on the ChiNext Market of Shenzhen Stock Exchange (2020 December Revision)</u></p>

No.	Before amendment	After amendment	Reason for
		<p><u>5. if the profit arising from the transaction accounted for more than 50% of the Company's audited net profit in the latest fiscal year, and the absolute amount exceeds RMB5 million;</u></p> <p><u>If the data involved in the above calculations is negative, the absolute value will be used in calculation.</u></p> <p><u>Any transaction in which the Company is a sole beneficiary, including receipt of cash assets and debts relief, can be exempt from the requirement of the review and consideration of the general meeting;</u></p> <p><u>Where the Company's transaction only reaches the threshold prescribed in sub-paragraph 3 or 5 above and the absolute value of the earnings per share of the Company for the latest fiscal year is less than RMB0.05, such transaction can be exempt from the requirement of the review and consideration of the general meeting;</u></p> <p><u>(2) Any transaction (excluding provision of guarantee) between the Company and related party specified in ChiNext Market Listing Rules exceeds RMB30 million and exceeds 5% of the absolute value of the Company's latest audited net assets;</u></p> <p><u>(3) Any transactions between the Company and related person(s) specified in Hong Kong Listing Rules and without exemption of shareholders' approval according to Hong Kong Listing Rules;</u></p> <p><u>(4) Financial assistance provided by the Company, which fulfills the following conditions, shall be subject to the consideration and approval of the general meeting:</u></p> <p><u>1. The latest audited gearing ratio of the target of financial assistance exceeds 70%;</u></p> <p><u>2. The amount of a single grant of financial assistance or the accumulative amount of financial assistance within 12 consecutive months exceeds 10% of the Company's latest audited net assets;</u></p>	

No.	Before amendment	After amendment	Reason for
		<p><u>3. Other conditions specified in the provisions of the stock exchange(s) of the place(s) where the Company's shares are listed and in these Articles of Association.</u></p> <p><u>If the target of financial assistance is a controlled subsidiary consolidated by the Company and with more than 50% equity interest attributable to the Company, the financial assistance can be exempt from the previous paragraphs. The Company shall not provide financial assistance such as funds to its connected parties including directors, supervisors, senior management, controlling shareholders, de facto controller and their controlling subsidiaries.</u></p> <p><u>The terms "transaction(s)", "related party(ies)" and "connected person(s)" used in Article 64 of these Articles of Association have the same meanings as those in the listing rules of the stock exchange(s) of the place(s) where the Company's shares are listed. For the transactions involving "related party(ies)" and "connected person(s)", they shall be executed separately according to listing rules of the relevant stock exchange(s).</u></p>	

No.	Before amendment	After amendment	Reason for
24	<p>Article 64 The following external guarantees of the Company shall be reviewed and passed at the general meeting:</p> <p>...</p> <p>(5) To provide guarantee for shareholders, de facto controller and their connected parties;</p> <p>...</p> <p>When the general meeting is considering a resolution to provide guarantee for any shareholder, de facto controller or their connected parties, the said shareholder or the shareholders controlled by the said de facto controller shall abstain from voting on the resolution, and the resolution shall be subject to approval by more than half of the voting rights held by the other shareholders attending the general meeting.</p>	<p>Article 65 The following external guarantees of the Company shall be reviewed and passed at the general meeting:</p> <p>...</p> <p>(5) To provide guarantee for shareholders, de facto controller and their <u>related parties</u>;</p> <p>...</p> <p><u>When the Company provides guarantee(s) to a wholly-owned subsidiary, or a controlled subsidiary and other shareholders of such holding subsidiary provide guarantees in proportion to their rights and interests under items (1), (3) and (4), the guarantee may be exempted from the submission to the general meeting for consideration.</u></p> <p>When the general meeting is considering a resolution to provide guarantee for any shareholder, de facto controller or their <u>related</u> parties, the said shareholder or the shareholders controlled by the said de facto controller shall abstain from voting on the resolution, and the resolution shall be subject to approval by more than half of the voting rights held by the other shareholders attending the general meeting.</p>	<p>Rules Governing the Listing of Shares on the ChiNext Market of Shenzhen Stock Exchange (2020 December Revision)</p>

No.	Before amendment	After amendment	Reason for
25	<p>Article 68 The venue of convening a general meeting of the Company shall be the domicile of the Company or other specific location notified by the convener of the general meeting.</p> <p>A general meeting shall usually be in the form of physical meeting to be held on-site. However, so far as permitted by the securities regulatory authority, such meeting may also be held in such other manners as shall be recognized or required by the securities regulatory authority. A shareholder who participates in a general meeting in the aforesaid manners shall be deemed to have been present at the meeting.</p>	<p>Article 69 The venue of convening a general meeting of the Company shall be the domicile of the Company or other specific location notified by the convener of the general meeting.</p> <p><u>The Company will set a venue for a general meeting which is to be in form of an on-site meeting. The Company will also provide online voting to facilitate the participation of shareholders in the general meeting.</u> A shareholder who participates in a general meeting in the aforesaid manners shall be deemed to have been present at the meeting.</p> <p><u>After issuance of the notice for the general meeting, the venue of the general meeting shall not be changed without proper reasons. In case of changing the venue, the convener shall make an announcement giving reasons at least 2 working days before the date when the meeting is convened.</u></p> <p><u>When convening a general meeting, the Company shall engage lawyer(s) to provide legal opinions on the following issues:</u></p> <p><u>(1) whether the procedures for convening and holding the meeting comply with laws, administrative regulations and these Articles of Association;</u></p> <p><u>(2) whether the qualifications of attendees and conveners are legally valid;</u></p> <p><u>(3) whether the procedure and result of voting is valid and binding;</u></p> <p><u>(4) legal opinions on other matters as requested by the Company.</u></p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
26	<p>Article 69 Two of independent non-executive directors are entitled to propose to convene an extraordinary general meeting to the Board. Concerning the proposal of convening an extraordinary general meeting requested by the independent non-executive directors, the Board shall, in accordance with the requirements of the laws, administrative regulations and these Articles of Association, reply with a written opinion to state whether it agrees or disagrees to convene an extraordinary general meeting within 10 days upon receipt of the proposal.</p> <p>...</p>	<p>Article 70 <u>Independent directors</u> are entitled to propose to convene an extraordinary general meeting to the Board. Concerning the proposal of convening an extraordinary general meeting requested by the <u>independent directors</u>, the Board shall, in accordance with the requirements of the laws, administrative regulations and these Articles of Association, reply with a written opinion to state whether it agrees or disagrees to convene an extraordinary general meeting within 10 days upon receipt of the proposal.</p> <p>...</p> <p><u>If rules of securities regulators in the place(s) where the shares of the Company are listed provide otherwise, such rules shall prevail.</u></p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)
27	<p>Article 74...</p> <p>If a notice of general meeting does not specify the proposed resolutions or does not comply with Article 73 herein, no voting for resolutions shall be carried out at the general meeting.</p>	<p>Article 75...</p> <p>If a notice of general meeting does not specify the proposed resolutions or does not comply with <u>Article 74</u> herein, no voting for resolutions shall be carried out at the general meeting.</p>	/

No.	Before amendment	After amendment	Reason for
28	<p>Article 75 Where an annual general meeting is convened by the Company, it shall inform all shareholders of the time and venue of the meeting and the matters to be considered thereat 20 Hong Kong business days before the meeting is held, and where an extraordinary general meeting is convened, it shall inform all shareholders 10 Hong Kong business days or 15 days (whichever is earlier) before the meeting is held. The announcement of a general meeting served on the holders of overseas-listed foreign shares shall be published through the website of or in one or more newspapers designated by the Hong Kong Stock Exchange. Upon the publication of the announcement, all holders of overseas-listed foreign shares shall be deemed to have received announcement of the relevant general meeting.</p> <p>When calculating the time limit of the notice, the date of the meeting convened shall be excluded.</p>	<p>Article 76 Where an annual general meeting is convened by the Company, it shall inform all shareholders of the time and venue of the meeting and the matters to be considered thereat 20 Hong Kong business days before the meeting is held, and where an extraordinary general meeting is convened, it shall inform all shareholders 10 Hong Kong business days or 15 days (whichever is earlier) before the meeting is held. <u>Notices of general meetings of the Company can be given by way of public announcement (including publication on the website of the Company) to the extent permitted under laws, regulations and listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed.</u></p> <p>The announcement of a general meeting served on the holders of overseas-listed foreign shares shall be published through the website of or in one or more newspapers designated by the Hong Kong Stock Exchange. Upon the publication of the announcement, all holders of overseas-listed foreign shares shall be deemed to have received announcement of the relevant general meeting.</p> <p>When calculating the time limit of the notice, the date of the meeting convened shall be excluded.</p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
29	<p>Article 78 For matter of discussion involving the election of directors and supervisors, the notice of general meeting shall adequately disclose the detailed information of the candidates for such directors and supervisors, which shall at least include the following:</p> <p>(1) Personal particulars including education background, working experience and any part-time job;</p> <p>(2) Whether there is any connected relationship between the Company and the controlling shareholders and de facto controller of the Company;</p> <p>...</p>	<p>Article 79 For matter of discussion involving the election of directors and supervisors, the notice of general meeting shall adequately disclose the detailed information of the candidates for such directors and supervisors, which shall at least include the following:</p> <p>(1) Personal particulars including education background, working experience and any part-time job;</p> <p>(2) Whether there is any related party relationship between the Company and the controlling shareholders and de facto controller of the Company;</p> <p>...</p>	/
30	<p>Article 79 Notice of general meeting shall be served to the shareholder (whether has voting right on general meeting or not) either by hand or by post in a prepaid mail, addressed to such shareholder at his registered address as shown in the register of shareholders, or by publication on the Company's website or other website designated by stock exchange where the Company's shares are listed, subject to compliance with applicable laws, regulations and listing rules. For holders of domestic shares, the notice of a general meeting may also be given by publishing an announcement.</p> <p>The announcement referred to in the preceding paragraph shall be published in one or more newspapers designated by the securities regulatory authority under the State Council within the period of 20 Hong Kong business days before an annual general meeting is held, or 10 Hong Kong business days or 15 days (whichever is earlier) before an extraordinary general meeting is held. Once the announcement is published, all holders of domestic shares shall be deemed to have received the notice in relation to the general meeting.</p>	<p>Article 80 Notice of general meeting shall be served to the shareholder (whether has voting right on general meeting or not) either by hand or by post in a prepaid mail, addressed to such shareholder at his registered address as shown in the register of shareholders, or by publication on the Company's website or other website designated by stock exchange where the Company's shares are listed, subject to compliance with applicable laws, regulations and listing rules. For holders of domestically-listed domestic shares, the notice of a general meeting may also be given by publishing an announcement.</p> <p>The announcement referred to in the preceding paragraph shall be published in one or more newspapers designated by the securities regulatory authority under the State Council within the period of 20 Hong Kong business days before an annual general meeting is held, or 10 Hong Kong business days or 15 days (whichever is earlier) before an extraordinary general meeting is held. Once the announcement is published, all holders of domestically-listed domestic shares shall be deemed to have received the notice in relation to the general meeting.</p>	/

No.	Before amendment	After amendment	Reason for
31	/	<u>Article 83 The Board of the Company and other conveners shall take all necessary measures to ensure that the general meeting is conducted in an orderly manner, and shall take steps to prevent any activities interfering the general meeting or infringing legal interests of shareholders and report such activities to relevant authority for inspection.</u>	Guidance for the Articles of Association of Listed Companies (2019 Revision)
32	<p>Article 83 An individual shareholder who attends the general meeting in person shall present valid proof which can confirm his shareholder's identity. If a proxy is appointed to attend the meeting, in addition to present the proxy's identity proof, the proxy shall also present his identity proof together with the authorization letter from the shareholder.</p> <p>...</p>	<p>Article 85 An individual shareholder who attends the general meeting in person shall present valid proof which can confirm his shareholder's identity <u>or other effective documents or proof of identity and stock account cards</u>. If a proxy is appointed to attend the meeting, in addition to present the proxy's identity proof, the proxy shall also present his identity proof together with the authorization letter from the shareholder.</p> <p>...</p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)
33	<p>Article 89 The convener shall verify the shareholders' qualifications according to the register of members provided by the securities registration and clearing institutions. The names of shareholders and the total number of shares with voting rights held by them shall be registered. The registration at the meeting shall end before the chairman of the meeting announces the number of shareholders and proxies attending the meeting and the total number of shares held with voting rights.</p>	<p>Article 91 The convener <u>and the lawyer engaged by the Company</u> shall <u>jointly</u> verify <u>legality of</u> the shareholders' qualifications according to the register of members provided by the securities registration and clearing institutions. The names of shareholders and the total number of shares with voting rights held by them shall be registered. The registration at the meeting shall end before the chairman of the meeting announces the number of shareholders and proxies attending the meeting and the total number of shares held with voting rights.</p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
34	<p>Article 96 Minutes shall be prepared for general meetings by the secretary to the Board. The minutes shall state the following contents:</p> <p>...</p> <p>(4) The process of review and discussion, summary of any speech and voting results of each proposal;</p> <p>(5) Shareholders' questions, opinions or suggestions and corresponding answers or explanations;</p> <p>(6) Names of vote counters and scrutinizer of the voting;</p> <p>...</p>	<p>Article 98 Minutes shall be prepared for general meetings by the secretary to the Board. The minutes shall state the following contents:</p> <p>...</p> <p>(4) The process of review and discussion, summary of any speech and voting results of each proposal; <u>when recording the voting results, the voting results of holders of domestic shares and holders of domestically-listed foreign shares of each resolution shall also be recorded;</u></p> <p>(5) Shareholders' questions, opinions or suggestions and corresponding answers or explanations;</p> <p>(6) Names of <u>the lawyer</u>, vote counters and scrutinizer of the voting;</p> <p>...</p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)
35	<p>Article 103 When the number of votes for and against a resolution is equal, whether on a show of hands or on a poll, the chairman of the meeting shall be entitled to one additional vote.</p>	/	/

No.	Before amendment	After amendment	Reason for
36	/	<p><u>Article 103 When the general meeting considers matters that could materially affect the interests of medium and small investors, the votes by medium and small investors shall be counted separately, and the results of such separate vote counting shall be disclosed promptly according to relevant laws and regulations and listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed.</u></p> <p><u>The Board, independent directors, shareholders holding more than 1% of the shares with voting rights, or investor protection institutions established in accordance with the laws, administrative regulations or the requirements of CSRC may act as solicitors, and by themselves or by entrusting securities companies or securities service institutions, publicly request the shareholders of the Company to appoint them as proxies to attend the general meeting and exercise the proposal rights, voting rights and other shareholders' rights on their behalf. If listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed provide otherwise, such rules shall prevail.</u></p> <p><u>Where soliciting shareholders' rights in accordance with the provisions of the preceding paragraph, the soliciting party shall disclose the solicitation documents and the Company shall cooperate in this regard. Provision of consideration or de facto consideration is prohibited in soliciting shareholders' voting rights. The Company shall not impose any restrictions on the minimum shareholding ratio for the solicitation of voting rights. Where the act of soliciting shareholders' rights violates the laws, administrative regulations or relevant requirements of CSRC and causing losses to the Company or its shareholders, the soliciting party shall be liable for such damages.</u></p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
37	/	<p><u>Article 104 When matters regarding related party transactions are considered by the general meeting, related shareholders shall abstain from voting and shall not exercise voting rights on behalf of other directors. Number of shares with voting rights held by such shareholder will not be included into total number of shares with voting rights held by shareholders present at the general meeting.</u></p> <p><u>When a general meeting considers the related party transaction, the related shareholder shall actively state the situation to the general meeting and explicitly indicate that he/she will not participate in the voting. In case such related shareholder fails to actively state the related party relationship, other shareholders may request such shareholder to state the situation and avoid the voting. Related shareholder fails to state the related party relationship and avoid the voting, the shares with voting rights held by such shareholder shall not be calculated into the total number of valid shares with voting rights for such related party transaction matter.</u></p> <p><u>Upon the conclusion of the general meeting, if other shareholders discovered that the related shareholders voted on matters regarding related party transactions, other shareholders shall be entitled to sue such related shareholder in People's Court according to the Company Law or these Articles of Association.</u></p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
38	/	<p><u>Article 107 The on-site voting shall not end earlier than the online voting or any other method of voting at the general meeting. The chairperson of the meeting shall announce details of voting in connection with each proposed resolution, the voting results and whether the proposed resolution is passed in accordance with the voting results.</u></p> <p><u>Before the formal announcement of the voting result, the related parties including companies, vote counters, scrutineers, substantial shareholders and network service providers at the meeting or participating in on-site voting, online voting or other methods of voting, shall bear the duty of confidentiality of the voting.</u></p>	Guidance for the Articles of Association of Listed Companies (2019 Revision)
39	<p>Article 108 If the counting of votes is conducted at a general meeting, the result of the counting shall be recorded in the minutes of meeting. The minutes of meeting, the attendance register and proxy forms shall be kept at the Company's domicile for a period of no less than 10 years.</p>	/	/
40	<p>Article 109 Shareholders may examine photocopies of the minutes of meetings during the Company's office hours free of charge. If any Shareholder requests for a photocopy of the relevant minutes of meetings, the Company shall send such photocopies within 7 days upon receipt of the payment for reasonable charges.</p>	/	/

No.	Before amendment	After amendment	Reason for
41	/	<p><u>Article 110 When voting on the election of Directors and supervisors, the general meeting may implement accumulative voting system according to these Articles of Association or the resolution of the general meeting.</u></p> <p><u>Accumulative voting system mentioned in the preceding paragraph refers to a system whereby each share, at voting to elect Directors or supervisors in a general meeting, carries the number of voting rights equivalent to the number of the Directors or supervisors to be elected, that is, the total number of votes cast by Shareholders attending the general meeting shall be the number of shares held multiplied by the number of Director's candidates. Each Shareholder may cast all his/her votes to a single candidate or spread his/her votes among different candidates, provided that the cumulative votes cast shall not exceed the total number of votes held by that Shareholder. The Board shall notify the Shareholders regarding the biography and general information of the candidates for Directors and supervisors. The Directors shall be elected according to the number of votes cast for them. The number of votes obtained by the Director's candidates shall exceed half of the voting rights represented by the persons attending the general meeting. Candidates for Directors or supervisors obtaining more than half of the effective voting rights held by Shareholders attending the general meeting, the elected Directors or supervisors shall be determined specifically according to the number of Directors and supervisors to be elected and based on the votes in descending order.</u></p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)
42	/	<p><u>Article 111 In addition to the accumulative voting system, the Shareholders' general meeting will vote on all proposals one by one, and for the different proposals on the same matter, voting will be proceeded according to the order of the time when such proposal is put forward. Other than special reasons such as force majeure which results in the interruption of the meeting or makes it impossible to come to a resolution, the general meeting shall not shelve the proposals or withhold the voting on them.</u></p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
43	/	<u>Article 113 The Company shall, on the condition that the Shareholders' meeting is legally and validly held, give top priority to the use of modern information technology to provide a network voting platform to domestic Shareholders, and use all means and methods as far as the conditions permit in order to facilitate participation of Shareholders in general meetings.</u>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)
44	/	<p><u>Article 114 The Shareholders present at a general meeting shall express one of the following opinions on motions that are put to a vote: consent, opposition or abstention. If a ballot is blank, marked erroneously, illegible or has not been cast, the voter shall be deemed to have waived his or her right to vote and the voting results for the number of shares that he or she holds shall be recorded as 'abstained'.</u></p> <p><u>Where Hong Kong Listing Rules requires any Shareholder to abandon his or her voting on a specific resolution or restricts any Shareholder to vote for or against a specific resolution, any vote of the Shareholder or his or her proxy against the relevant requirement or restriction shall not be included.</u></p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)
45	/	<u>Article 116 The resolutions of the general meeting shall be announced in a timely manner, and the announcement shall indicate the number of Shareholders and proxies that attended the meeting, the total number of shares with voting rights and its proportion to the total share capital carrying voting rights of the Company, and the voting method, voting results of each resolution and detailed contents of each resolution passed. Details of the attendance by the holders of domestic investment shares and holders of foreign shares and how they voted shall be accounted for separately and published in the announcement.</u>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
46	/	<u>Article 117</u> If a proposal is not passed or if the general meeting modified a resolution from the previous general meeting, the same shall be specifically mentioned in the announcement of the resolutions of the general meeting.	Guidelines for the Articles of Association of Listed Companies (2019 Revision)
47	Article 111 The Company shall not proceed to change or abrogate the Shareholders' rights of a class of shares unless such change or abrogation has been approved by way of a special resolution at the general meeting and at a separate class meeting by the Shareholders of the affected class in accordance with Articles 113 to 117, save and except for the circumstances provided for under paragraph 4 of Article 17 herein in respect of the conversion of unlisted domestic shares into overseas-listed foreign shares.	Article 119 The Company shall not proceed to change or abrogate the Shareholders' rights of a class of shares unless such change or abrogation has been approved by way of a special resolution at the general meeting and at a separate class meeting by the Shareholders of the affected class in accordance with Articles 121 to 125 , save and except for the circumstances provided for under paragraph 4 of Article 17 herein in respect of the conversion of unlisted domestic shares into overseas-listed foreign shares.	/
48	Article 113 Shareholders of the affected class, whether or not having the right to vote at the general meeting, shall have the right to vote at class meetings in respect of matters referred to in paragraphs (2) to (8) and (11) to (12) in Article 112, except that interested Shareholders shall not vote at class meetings. ...	Article 121 Shareholders of the affected class, whether or not having the right to vote at the general meeting, shall have the right to vote at class meetings in respect of matters referred to in paragraphs (2) to (8) and (11) to (12) in Article 120 , except that interested Shareholders shall not vote at class meetings. ...	/
49	Article 114 Resolutions of a class meeting may be passed only by more than two-thirds of the voting rights of that class represented by the Shareholders attending the meeting in accordance with Article 113.	Article 122 Resolutions of a class meeting may be passed only by more than two-thirds of the voting rights of that class represented by the Shareholders attending the meeting in accordance with Article 121 .	/
50	Article 118 Directors shall be elected by the general meeting and serve a term of 3 years for each session. A Director may serve consecutive terms if re-elected upon the expiry of his term, unless it is otherwise stipulated by the relevant laws, regulations, these Articles of Association and listing rules of the place(s) where the Company's shares are listed. ...	Article 126 Directors shall be elected by the general meeting and serve a term of 3 years for each session, and can be removed from their office prior to the expiry of their term . A Director may serve consecutive terms if re-elected upon the expiry of his term, unless it is otherwise stipulated by the relevant laws, regulations, these Articles of Association and listing rules of the place(s) where the Company's shares are listed. ...	Guidelines for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
51	<p>Article 119 The Directors, both collectively and individually, are expected to fulfill fiduciary duties and duties of skill, care and diligence at least to such standard established by the laws of Hong Kong. This means that every Director must, in the performance of his duties as a Director: ...</p>	<p>Article 127 The Directors, both collectively and individually, are expected to fulfill fiduciary duties and duties of skill, care and diligence at least to such standard established by <u>the Company Law and</u> the laws of Hong Kong. This means that every Director must, in the performance of his duties as a Director: ...</p>	/
52	<p>Article 128 ...</p> <p>(1) Significant connected transactions, as determined according to the criteria issued, from time to time, by the regulatory bodies in the place(s) of listing, shall be submitted to the Board for discussion after having been endorsed by the independent non-executive Directors. Prior to making any judgment, the independent Directors may engage an intermediary institution to issue an independent financial advisory report upon which the decision of the independent Directors may base; ...</p>	<p>Article 136 ...</p> <p>(1) Significant <u>related party</u> transactions, as determined according to the criteria issued, from time to time, by the regulatory bodies in the place(s) of listing, shall be submitted to the Board for discussion after having been endorsed by the independent non-executive Directors. Prior to making any judgment, the independent Directors may engage an intermediary institution to issue an independent financial advisory report upon which the decision of the independent Directors may base; ...</p>	/
53	<p>Article 133 The Board exercises the following functions and powers: ...</p> <p>(9) within the scope authorized by the general meeting, to decide, among others, the Company's external investment, purchase and sale of assets, provision of security on the Company's assets, matters on external guarantees, entrusted wealth management, connected transactions and others;</p> <p>...</p>	<p>Article 141 The Board exercises the following functions and powers: ...</p> <p>(9) within the scope authorized by the general meeting, to decide, among others, the Company's external investment, purchase and sale of assets, provision of security on the Company's assets, matters on external guarantees, entrusted wealth management, <u>related party</u> transactions and others;</p> <p>...</p>	/

No.	Before amendment	After amendment	Reason for
	(19) to consider, review and approve the matters on the Company's external guarantee which shall not fall into the scope required to be considered by the general meeting as provided in Article 64 hereunder; ...	(19) to consider, review and approve the matters on the Company's external guarantee which shall not fall into the scope required to be considered by the general meeting as provided in Article <u>65</u> hereunder; ...	
54	<p>Article 143 ...</p> <p>Audit Committee shall comprise at least 3 members and all of whom shall be non-executive Directors, among whom, one member shall be an independent non-executive Director possessing proper qualification in compliance with the relevant requirements of the Listing Rules or appropriate accounting expertise or related financial management expertise. The independent non-executive Directors shall form a majority in the members of the Audit Committee. The person who serves as the chairman of the Committee shall be an independent non-executive Director. The independent non-executive Directors shall form a majority in the members of the Remuneration and Appraisal Committee, and the chairman thereof shall be an independent non-executive Director.</p>	<p>Article 143 ...</p> <p><u>Each special committee shall be accountable to the Board and perform the duties prescribed by the Articles of Association and the Board. Any proposal of the special committee shall be submitted to the Board for consideration and approval. All members of the special committees shall be Directors, among which the</u></p> <p>Audit Committee shall comprise at least 3 members and all of whom shall be non-executive Directors, among whom, one member shall be an independent non-executive Director possessing proper qualification in compliance with the relevant requirements of the Listing Rules or appropriate accounting expertise or related financial management expertise. The independent non-executive Directors shall form a majority in the members of the Audit Committee. The person who serves as the chairman of the Committee shall be an independent non-executive Director. The independent non-executive Directors shall form a majority in the members of the Remuneration and Appraisal Committee, and the chairman thereof shall be an independent non-executive Director.</p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
55	/	<p data-bbox="796 321 1233 491"><u>Article 145 The powers of the Board in respect of external investment, acquisition and disposal of assets, charge of assets, external guarantees, wealth management entrustment and related party transactions include:</u></p> <p data-bbox="796 538 1233 783"><u>(1) Except for the major transactions subject to consideration and approval at the general meetings required by the Articles of Association, transactions of the Company (except for guarantees and financial assistance) meeting any of the following standards shall be submitted to the Board for consideration and approval:</u></p> <p data-bbox="796 827 1233 998"><u>1. the total assets involved in the transaction account for more than 10% of the Company's latest audited total assets. Where the total assets involved in the transaction have both book value and appraised value, whichever higher shall be taken for calculation;</u></p> <p data-bbox="796 1042 1233 1251"><u>2. the operating revenue related to the subject of the transaction (for instance, equity interest) for the latest accounting year accounts for more than 10% of the Company's audited operating revenue for the latest accounting year, with an absolute amount exceeding RMB10 million;</u></p> <p data-bbox="796 1295 1233 1466"><u>3. the net profit related to the subject of the transaction (for instance, equity interest) for the latest accounting year accounts for more than 10% of the Company's audited net profit for the latest accounting year, with an absolute amount exceeding RMB1 million;</u></p> <p data-bbox="796 1510 1233 1681"><u>4. the transaction amount of the transaction (including the debt and expenses, the same applies below) accounts for more than 10% of the Company's latest audited net assets, with an absolute amount exceeding RMB10 million;</u></p> <p data-bbox="796 1725 1233 1864"><u>5. the profit derived from the transaction accounts for more than 10% of the Company's audited net profit for the latest accounting year, with an absolute amount exceeding RMB1 million.</u></p> <p data-bbox="796 1908 1233 1972"><u>If the data involved in the above calculations is negative, the absolute value will be used in calculation.</u></p>	<p data-bbox="1265 321 1351 853">Rules Governing the Listing of Stocks on the Growth Enterprise Market of the Shenzhen Stock Exchange (December 2020 revision)</p>

No.	Before amendment	After amendment	Reason for
		<p><u>(2) Except for the provision of guarantee that needs to be considered and approved at the general meeting as provided in the Articles of Association, any guarantee to be provided by the Company shall be submitted to the Board for consideration and approval. The guarantee within the authority of the Board requires the approval of more than two-thirds of the Directors attending the Board meeting.</u></p> <p><u>(3) In addition to the related party transactions that shall be considered and approved by the general meeting as stipulated in Article 64 of the Articles of Association, the following related party transactions of the Company (except for provision of guarantees and financial assistance) are determined:</u></p> <p><u>1. Any related party transaction between the Company and its related legal person with an amount of over RMB3 million, representing more than 0.5% of the Company's latest audited net assets value;</u></p> <p><u>2. Any related party transaction between the Company and its related natural person with an amount of over RMB300,000;</u></p> <p><u>Such matters that fall into the authority of the Board in the preceding paragraph, shall be submitted to the general meeting for consideration and approval if required by laws, regulations and normative documents.</u></p> <p><u>For the foregoing matters, the Board shall formulate a strict approval and decision-making procedure; material investment projects shall be reviewed by relevant experts and professionals. Matters beyond its limits of authority shall be proposed to the general meeting for approval.</u></p> <p><u>(4) In addition to the financial assistance that shall be submitted to the general meetings for consideration and approval as required by the Articles of Association, other financial assistance matters are considered and approved by the Board. When the Board considers the financial assistance matters, such financial assistance matters are required to be approved and resolved by more than two-thirds of the Directors attending the Board meeting, and the Board shall perform its information disclosure obligations in a timely manner.</u></p>	

No.	Before amendment	After amendment	Reason for
56	Article 139 The notice of Board meetings may be delivered in the manner(s) as set out in Article 240 of these Articles of Association....	Article 148 The notice of Board meetings may be delivered in the manner(s) as set out in Article 251 of these Articles of Association....	/
57	Article 144 If there are connected relationships between the enterprises involved in the matters set out in the resolutions of the Directors and the Board, a Director may not exercise his/her voting right, nor shall he/she vote on behalf of other Directors. Such Board meeting can be held if more than one half of the non-connected Directors attend such meeting. Resolutions made by the Board meeting shall be required to be passed by more than one half of the non-connected Directors. If less than three non-connected Directors attend the Board meeting, the matter shall be submitted to the general meeting for consideration.	Article 153 If there are related party relationships between the enterprises involved in the matters set out in the resolutions of the Directors and the Board, a Director may not exercise his/her voting right, nor shall he/she vote on behalf of other Directors. Such Board meeting can be held if more than one half of the non- related Directors attend such meeting. Resolutions made by the Board meeting shall be required to be passed by more than one half of the non- related Directors. If less than three non- related Directors attend the Board meeting, the matter shall be submitted to the general meeting for consideration.	/

No.	Before amendment	After amendment	Reason for
58	<p>Article 150 Directors or other senior management officers may concurrently act as the secretary to the Board. No accountant(s) of the accounting firm that is appointed by the Company may concurrently act as the secretary to the Board.</p> <p>Where the secretary to the Board concurrently act as a Director, for an act which is required to be made by a Director and the secretary to the Board separately, the person who concurrently acts as a Director and the secretary to the Board may not perform the act in dual capacity.</p>	<p>Article 159 Directors or other senior management officers may concurrently act as the secretary to the Board. No accountant(s) of the accounting firm that is appointed by the Company may concurrently act as the secretary to the Board.</p> <p>Where the secretary to the Board concurrently act as a Director, for an act which is required to be made by a Director and the secretary to the Board separately, the person who concurrently acts as a Director and the secretary to the Board may not perform the act in dual capacity.</p> <p><u>During any vacancy in such an office, the Board shall designate a Director or a senior management personnel to perform the duties of the secretary to the Board.</u></p> <p><u>Where the vacancy of the secretary to the Board has lasted for more than three months, the chairman of the Board shall take the office of the secretary to the Board.</u></p> <p><u>The listed company shall appoint a securities affairs representative to assist the secretary to the Board in performing his/her duties. In case that the secretary to the Board is unable to perform his/her duties, the securities affairs representative shall perform the duties and exercise the powers in place of the secretary to the Board. During such period, the secretary to the Board shall not be naturally exempted from his/her responsibilities for the Company's information disclosure affairs.</u></p>	<p>Rules Governing the Listing of Stocks on the Growth Enterprise Market of the Shenzhen Stock Exchange (December 2020 revision)</p>

No.	Before amendment	After amendment	Reason for
59	<p>Article 157 The term of office of the general manager shall be three years. The general manager shall be re-elected upon reappointment.</p> <p>The general manager can submit his resignation prior to the expiry of his term of office. The procedure concerning the general manager's resignation shall be stipulated by the employment contract by and between the general manager and the Company. Should the general manager fail to perform his duties for special reasons, the standing deputy general manager or one deputy general manager designated by the Board shall perform the duties of the general manager on his behalf. ...</p>	<p>Article 166 The term of office of the general manager shall be three years. The general manager shall be re-elected upon reappointment.</p> <p>The general manager can submit his resignation prior to the expiry of his term of office. The procedure concerning the general manager's resignation shall be stipulated by the employment contract by and between the general manager and the Company. Should the general manager fail to perform his duties for special reasons, the standing deputy general manager or one deputy general manager designated by the Board shall perform the duties of the general manager on his behalf.</p> <p><u>The term of office of the deputy general manager and other senior management shall be three years, nominated by the general manager and appointed and removed by the Board. Deputy general managers and other senior management shall assist the general manager in the management and operations of certain areas of the Company. The detailed division of work shall be decided by the general manager, and filed with the Board. ...</u></p>	Company Law of the People's Republic of China (2018 revision)
60	<p>Article 161 When exercising his functions and powers, the general manager of the company shall bear the duties of good faith and due diligence in accordance with law, administrative regulations and these Articles of Association.</p>	<p>Article 170 When exercising his functions and powers, the general manager of the company shall bear the duties of good faith and due diligence in accordance with law, administrative regulations and these Articles of Association.</p> <p><u>If any senior management member violates laws, administrative regulations, departmental rules or the Articles of Association in fulfilling his/her duties, thereby causing any loss to the Company, he/she shall be liable for indemnification to any loss so caused to the Company.</u></p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
61	<p>Article 163 A Director and a senior management officer cannot concurrently act as a supervisor.</p>	<p>Article 172 <u>Circumstances prohibiting any person serving as a Director as stipulated in Article 183 of the Articles of Association shall be applicable to supervisors.</u></p> <p>The Directors, <u>general manager, deputy general manager and other</u> senior management shall not act as supervisors concurrently.</p>	<p>Guidelines for the Articles of Association of Listed Companies (2019 Revision)</p>
62	<p>Article 167 A supervisor may not make use of his or her connected relationship to harm the Company's interests. For any losses caused to the Company arising therefrom, he shall be liable to make indemnification.</p>	<p>Article 176 A supervisor may not make use of his or her <u>related party relationship</u> to harm the Company's interests. For any losses caused to the Company arising therefrom, he shall be liable to make indemnification.</p>	/
63	<p>Article 168 A supervisor shall faithfully perform his or her supervisory duties in accordance with the provisions of laws, administrative regulations and these Articles of Association.</p>	<p>Article 177 A supervisor <u>shall perform the obligations faithfully and diligently, and shall not abuse the authority of office to obtain bribes or other illegal income, nor misappropriate the property of the Company</u> in accordance with the provisions of laws, administrative regulations and these Articles of Association.</p>	<p>Guidelines for the Articles of Association of Listed Companies (2019 Revision)</p>
64	<p>Article 172 The Supervisory Committee shall be accountable to the general meeting and exercise the following functions and powers according to laws:</p> <p>9) to conduct investigations upon discovery of abnormality in the business operation and engage professional firms such as accounting firms and law firms to assist its work where necessary. The cost shall be borne by the Company;</p> <p>(10) any other functions and powers as stipulated by these Articles of Association.</p>	<p>Article 181 The Supervisory Committee shall be accountable to the general meeting and exercise the following functions and powers according to laws:</p> <p>9) to conduct investigations upon discovery of abnormality in the business operation and engage professional firms such as accounting firms and law firms to assist its work where necessary. The cost shall be borne by the Company;</p> <p><u>(10) to review and provide written review opinions on the securities issuance documents prepared by the Board and periodic reports of the Company, and provide signatory confirmation;</u></p> <p>(11) any other functions and powers as stipulated by these Articles of Association.</p>	<p>Guidelines for the Articles of Association of Listed Companies (2019 Revision)</p>

No.	Before amendment	After amendment	Reason for
65	/	<p><u>Article 189 The Directors and senior management shall comply with the laws, administrative regulations and the Articles of Association of the Company and shall perform their fiduciary duties to the Company as follows:</u></p> <p><u>(1) not to abuse his position to accept bribes or other illegal income or misappropriate the properties of the Company;</u></p> <p><u>(2) not to misappropriate the capital of the Company;</u></p> <p><u>(3) not to set up accounts in his own name or in any other name to deposit any of the assets or capital of the Company;</u></p> <p><u>(4) not to lend the funds of the Company to any other person or use the property of the Company to provide guarantee for any other person without the consent of the general meeting or the Board in contravention of provision of the Articles of Association of the Company;</u></p> <p><u>(5) not to enter into contracts or carry out transactions with the Company in violation of the provisions of the Articles of Association or without the consent of the general meeting;</u></p> <p><u>(6) not to, without the consent of the general meeting, abuse his/her position to appropriate the business opportunities for himself/herself or other persons which should otherwise belong to the Company, or operate businesses similar to those of the Company for himself/herself or other persons;</u></p> <p><u>(7) not to misappropriate the commission obtained from transactions entered into by the Company;</u></p> <p><u>(8) not to disclose confidential information of the Company without permission;</u></p>	<p>Guidelines for the Articles of Association of Listed Companies (2019 Revision)</p>

No.	Before amendment	After amendment	Reason for
		<p><u>(9) not to use his connected relations with the Company to prejudice the interests of the Company;</u></p> <p><u>(10) other fiduciary duties as required by the laws, administrative regulations, departmental rules or the Articles of Association of the Company.</u></p> <p><u>Any incomes obtained by Directors in violation of any provisions of this Article shall belong to the Company. The Director shall be accountable to indemnify the Company against any losses incurred.</u></p> <p><u>Independent Directors shall perform their duties in accordance with the relevant requirements of the law, administrative regulations and departmental rules.</u></p>	
66	/	<p><u>Article 190 The Directors and senior management shall comply with the laws, administrative regulations and the Articles of Association of the Company and shall perform their diligent duties to the Company as follows:</u></p> <p><u>(1) to exercise the rights conferred by the Company in a cautious, thoughtful and diligent manner so as to ensure the commercial behaviors of the Company comply with the laws, administrative regulations and economic policies of the PRC, and the commercial activities shall not go beyond the scope of business stipulated in the business license;</u></p> <p><u>(2) to treat all Shareholders fairly;</u></p> <p><u>(3) to keep informed of the operation and management position of the Company on a timely basis;</u></p> <p><u>(4) to sign the share issuance documents and regular reports of the Company for confirmation of their comments to ensure the truthfulness, accuracy and completeness of the information disclosed by the Company;</u></p> <p><u>(5) to provide truthful information and data to the Supervisory Committee, and not to interfere with the Supervisory Committee or supervisors in their exercise of powers;</u></p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
		<p><u>(6) other diligent duties as required by the laws, administrative regulations, departmental rules or the Articles of Association.</u></p> <p><u>If Directors, supervisors and senior management cannot guarantee the truthfulness, accuracy and completeness of the contents of share issuance documents and regular reports or disagree with these contents, they shall express their opinions and state their reasons in written confirmation opinions, and the Company shall disclose them. If the Company chooses not to disclose them, Directors, supervisors and senior management may directly apply for disclosure.</u></p>	
67	<p>Article 183 The Company's Directors, supervisors, and senior management must, in the exercise of their functions and powers, abide by the principles of good faith and shall not place themselves in a position where their personal interests conflict with their obligations. This principle shall include (but not limited to) the performance of the following obligations:</p> <p>.....</p> <p>(13) not to damage the interests of the Company by using his associated relationship;</p>	<p>Article 194 The Company's Directors, supervisors, and senior management must, in the exercise of their functions and powers, abide by the principles of good faith and shall not place themselves in a position where their personal interests conflict with their obligations. This principle shall include (but not limited to) the performance of the following obligations:</p> <p>.....</p> <p>(13) not to damage the interests of the Company by using his <u>related party</u> relationship;</p>	/
68	<p>Article 192 As for such loan guarantee provided by the Company in breach of paragraph 1 of Article 190, no enforcement shall be imposed upon the Company, except for the following conditions:</p>	<p>Article 203 As for such loan guarantee provided by the Company in breach of paragraph 1 of Article 201, no enforcement shall be imposed upon the Company, except for the following conditions:</p>	/
69	<p>Article 195</p> <p>(3) The arbitration clause shall be provided for in Article 244 hereof.</p>	<p>Article 206</p> <p>(3) The arbitration clause shall be provided for in Article 251 hereof.</p>	/

No.	Before amendment	After amendment	Reason for
70	<p>Article 199 The Company shall adopt the calendar year as its fiscal year which shall begin from 1 January and end on 31 December of the Gregorian calendar per annum.</p> <p>The Company shall prepare financial reports at the end of each fiscal year, and such reports shall be examined and verified according to laws.</p>	<p>Article 210 The Company shall adopt the calendar year as its fiscal year which shall begin from 1 January and end on 31 December of the Gregorian calendar per annum.</p> <p>The Company shall prepare financial reports at the end of each fiscal year, and such reports shall be examined and verified according to laws.</p> <p><u>The Company shall prepare and submit its annual financial reports to the CSRC and the stock exchange within four (4) months from the last date of each financial year, prepare and submit the half-year financial reports to the CSRC and the stock exchange within two (2) months from the last date of the first six (6) months of each financial year, and prepare the quarterly reports within one (1) month from the last date of the first three (3) months and first nine (9) months of each financial year respectively.</u></p> <p><u>The aforesaid financial reports shall be prepared in accordance with relevant laws, administrative regulations and departmental rules.</u></p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)
71	<p>Article 204 The Company shall publish two financial reports in each fiscal year, that is an interim financial report within 60 days upon the completion of the first six months of the fiscal year and an annual financial report within 120 days upon the completion of the fiscal year.</p>	<p>Article 214 The Company shall publish two financial reports in each fiscal year, that is an interim financial report within 60 days upon the completion of the first six months of the fiscal year and an annual financial report within 120 days upon the completion of the fiscal year. <u>If listing rules of the stock exchange where the shares of the Company are listed provide otherwise, such rules shall prevail.</u></p>	/

No.	Before amendment	After amendment	Reason for
72	<p>Article 209</p> <p>The Company shall pay cash dividends and other payments in RMB to domestic Shareholders. Such payments made by the Company to holders of foreign shares shall be denominated and declared in Renminbi and paid in Hong Kong dollars. Such Hong Kong dollars required for the Company's payment of cash dividends and other payments to the holders of foreign shares shall be handled pursuant to the relevant provisions of the State administration of foreign exchange.</p> <p>The Board shall be authorized by way of an ordinary resolution passed by the general meeting to implement the dividend distribution of the Company.</p>	<p>Article 219</p> <p><u>The Company implements an active, sustainable and stable profit distribution policy. The profit distribution policy of the Company is as follows:</u></p> <p>(1) Decision making on profit distribution:</p> <p><u>The profit distribution policy and the dividend distribution proposal shall be prepared, considered and passed by the Board of Directors before submitting to the general meeting for approval. When the general meeting is considering the profit distribution policy, the Company shall provide methods such as online voting to facilitate participation of shareholders in the general meeting. When the Board formulates the profit distribution policy and dividend distribution plan, it shall take full consideration of the opinions of the independent Directors, the Board of Supervisors and the public investors. The profit distribution policy and dividend distribution plan formulated by the Board are subject to approval by more than half of the independent Directors and the Board of Supervisors. Independent Directors shall issue independent opinions on the dividend distribution proposal.</u></p> <p><u>If the Company plans to distribute dividends by way of cash, bonus shares or a combination of both cash and bonus shares, such proposal shall be approved by way of special resolution by the Company's general meeting.</u></p> <p>(2) Principle of profit distribution:</p> <p><u>The Company implements continuous and stable profit distribution policy. The Company's profit distribution shall attach importance to the investors' reasonable and stable investment return, while proactively and continuously formulating dividend distribution plans, with consideration of the actual operating conditions and the long-term strategic development goals of the Company. The distribution of profits shall not exceed the limit of cumulative distributable profits, nor damage the Company's capacity in sustainable operation, and shall be abide strictly to the sequence of distribution.</u></p>	<p>Guidelines for the Articles of Association of Listed Companies (2019 Revision) Rules Governing the Listing of Stocks on the Growth Enterprise Market of the Shenzhen Stock Exchange (December 2020 revision)</p>

No.	Before amendment	After amendment	Reason for
		<p data-bbox="796 321 1050 348"><u>(3) Form of profit distribution:</u></p> <p data-bbox="796 402 1235 910"><u>The Company shall distribute dividends in form of cash, shares or in a combination of both cash and shares, and shall adopt cash distribution as the prioritized mean to distribute dividends. The Company shall basically distribute its distributable profits annually, and profit distribution shall be in the form of cash dividends if conditions for cash dividend distribution are fulfilled. In distributing profits by means of shares, the Company shall adequately consider true and reasonable factors such as growth, dilution to net assets per share, etc. The Company could declare an interim dividend based on the Company's operating conditions and liquidity.</u></p> <p data-bbox="796 963 1190 991"><u>(4) Conditions and proportion of cash dividends:</u></p> <p data-bbox="796 1044 1235 1391"><u>If the Company's accumulated distributable profit is a positive figure, auditors issue a standard with no qualified opinion audit report for the Company's financial report for the year and there are no material investment plans or material cash expenditures (excluding fund raising projects), the cumulative profit distributed in cash in the last three years shall not be less than 30% of the annual average distributable profits realized by the Company in last three years.</u></p> <p data-bbox="796 1444 1102 1472"><u>(5) Conditions for distributing shares:</u></p> <p data-bbox="796 1525 1235 1953"><u>Where the Company's operating revenue is in rapid growth, and the Board considers that the share price of the Company does not reflect its share capital size, in addition to fully satisfying the above conditions for cash dividend distribution, the Company may propose dividend distribution in shares. The proposal shall be submitted to the general meeting for approval after being considered and passed by the Board and the Supervisory Committee. The distribution of profits shall not exceed the limit of cumulative distributable profits.</u></p>	

No.	Before amendment	After amendment	Reason for
		<p data-bbox="794 321 1075 348"><u>(6) Intervals of profit distribution:</u></p> <p data-bbox="794 395 1235 612"><u>In the premise of satisfying conditions for cash dividend distribution, in principle, the Company shall distribute dividends in cash annually. The Board of the Company can propose the Company to declare interim dividend based on the Company's profits, cash flow, stage of development and capital needs.</u></p> <p data-bbox="794 659 1070 687"><u>(7) Differentiated dividend policy:</u></p> <p data-bbox="794 734 1235 1059"><u>The Board of the Company shall comprehensively take into account factors including the characteristics of the industry of the Company, the Company's development stage, own business model, profitability, and if there are any substantial capital expenditure arrangements, etc., to categorize the Company's situation into the followings and propose a differentiated cash dividend distribution policy according to the procedures as stipulated in the Articles of Association:</u></p> <p data-bbox="794 1106 1235 1285"><u>1. If the Company's development is in maturity stage without substantial capital expenditure arrangement, when conducting profit distribution, the proportion of cash dividends of the profit distribution shall not be less than 80%;</u></p> <p data-bbox="794 1332 1235 1510"><u>2. If the Company's development is in maturity stage with substantial capital expenditure arrangements, during profit distribution, the proportion of cash dividends of the profit distribution shall not be less than 40%;</u></p> <p data-bbox="794 1557 1235 1736"><u>3. If the Company's development is in growth stage with substantial capital expenditure arrangements, during profit distribution, the proportion of cash dividends of the profit distribution shall not be less than 20%;</u></p> <p data-bbox="794 1783 1235 1998"><u>If the development stage of the Company cannot be easily identified but there are substantial capital expenditure arrangements, it can be carried out in accordance with the preceding paragraph. The Company may simultaneously distribute dividends by way of cash and shares.</u></p>	

No.	Before amendment	After amendment	Reason for
		<p><u>Material investment plans or material cash expenditures refer to any one of the following circumstances:</u></p> <p><u>1. The Company intends to make external investment, acquire assets or purchase equipment in the following 12 months with a cumulative expenditure reaching or over 10% of its latest audited net assets of and exceeding RMB10 million;</u></p> <p><u>2. The Company intends to make external investment, acquire assets or purchase equipment in the following 12 months with a cumulative expenditure reaching or over 10% of its latest audited net assets of and exceeding RMB30 million;</u></p> <p><u>(8) In formulating specific plans for distribution of dividends in cash, the Board should seriously look into and verify matters such as the timing, criteria and minimum proportion of dividend distribution in cash, criteria for adjustment, its decision-making process and other matters. Independent Directors should issue clear opinions.</u></p> <p><u>Independent Directors may gather opinions from minority Shareholders, formulate proposals for dividend distribution, and directly submit to the Board for consideration.</u></p> <p><u>Prior to the consideration of the specific cash dividend distribution plan by the Shareholders at a general meeting, the Company shall communicate and exchange ideas with Shareholders especially the minority Shareholders through multiple channels, attentively obtain the opinions and requests of the minority Shareholders and give timely response to the issues that concern them.</u></p> <p><u>(9) Where a Shareholder of the Company misappropriates capital of the Company, the Company shall deduct the cash dividends to be distributed to such Shareholder to repay the capital misappropriated by him/her.</u></p>	

No.	Before amendment	After amendment	Reason for
		<p><u>(10) Adjusting the profit distribution policy:</u></p> <p><u>When the Company adjusts the profit distribution policy based on the external operating environment or its own operating conditions, the profit distribution policy adjusted shall not violate applicable regulations of the CSRC and stock exchanges, and shall not impair Shareholders' interests. Such adjustments of the profit distribution policy shall be considered and approved by the Board of the Company, and subsequently approved by way of a special resolution at the general meeting. The Company shall provide methods such as online voting to facilitate public Shareholders' participation in the general meeting. The Company shall adequately seek the opinions of public Shareholders, so as to protect the rights and interests of investors. Adjustments of the profit distribution policy shall be approved by more than two-thirds of the independent Directors and the Supervisory Committee.</u></p> <p>The Company shall pay cash dividends and other payments in RMB to domestic Shareholders <u>of companies listed in the PRC</u>. Such payments made by the Company to holders of foreign shares shall be denominated and declared in Renminbi and paid in Hong Kong dollars. Such Hong Kong dollars required for the Company's payment of cash dividends and other payments to the holders of foreign shares shall be handled pursuant to the relevant provisions of the State administration of foreign exchange.</p> <p>The Board shall be authorized by way of an ordinary resolution passed by the general meeting to implement the dividend distribution of the Company.</p>	
73	/	<p><u>Article 224 The Company shall conduct internal audit and assign full-time auditors to conduct internal audit and supervision on the revenues/expenditures and economic activities of the Company.</u></p> <p><u>The Company's internal audit system and the duties of audit staff shall be implemented upon approval by the Board. The head of audit shall be responsible and report to the Board.</u></p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
74	<p>Article 214 The Company shall engage an independent accounting firm that complies with the relevant provisions of the State to audit the annual reports and other financial reports of the Company.</p> <p>The first accounting firm of the Company may be appointed by the inaugural meeting prior to the first annual general meeting. The appointment period of such accounting firm shall end upon the conclusion of the first annual general meeting.</p> <p>Should the Company's inaugural meeting fail to exercise its functions and power under the preceding paragraph, the Board shall exercise such functions and power.</p>	<p>Article 225 The Company shall engage an independent accounting firm that complies with the relevant provisions of the State to audit the annual reports and other financial reports of the Company.</p>	/
75	<p>Article 218 Save as is provided for under Article 217, the appointment of the accounting firm by the Company must be determined by the general meeting. The Board may not appoint an accounting firm before it is approved by the general meeting.</p>	<p>Article 229 Save as is provided for under Article 224, the appointment of the accounting firm by the Company must be determined by the general meeting. The Board may not appoint an accounting firm before it is approved by the general meeting.</p>	/
76	<p>Article 220 The appointment, dismissal or no re-appointment of an accounting firm by the Company shall be decided upon by the general meeting and reported to the securities regulatory authorities under the State Council for the filing and record. ...</p>	<p>Article 231 The appointment, dismissal or no re-appointment of an accounting firm by the Company shall be decided upon by the general meeting and reported to the securities regulatory authorities under the State Council for the filing and record. <u>If listing rules of the stock exchange where the shares of the Company are listed provide otherwise, such rules shall prevail. ...</u></p>	/

No.	Before amendment	After amendment	Reason for
77	<p>Article 227 Where the Company is dissolved according to the provisions of Article 226 (1), (2), (5) or (6) of these Articles of Association, a liquidation team shall be formed within 15 days of the occurrence of the causes of dissolution, to carry out liquidation. The liquidation team shall be composed of the directors or any other people as determined by the general meeting. Where no liquidation team is formed within the time limit, the creditors may file an application with the people's court to designate relevant persons to form a liquidation team to carry out liquidation.</p> <p>Where the Company is dissolved according to the provisions of Article 226 (4) of these Articles of Association, the people's court shall, in accordance with relevant laws, arrange for the shareholders, relevant authorities and relevant professionals to establish a liquidation team to carry out liquidation.</p>	<p>Article 238 Where the Company is dissolved according to the provisions of Article 237 (1), (2), (5) or (6) of these Articles of Association, a liquidation team shall be formed within 15 days of the occurrence of the causes of dissolution, to carry out liquidation. The liquidation team shall be composed of the directors or any other people as determined by the general meeting. Where no liquidation team is formed within the time limit, the creditors may file an application with the people's court to designate relevant persons to form a liquidation team to carry out liquidation.</p> <p>Where the Company is dissolved according to the provisions of Article 237 (4) of these Articles of Association, the people's court shall, in accordance with relevant laws, arrange for the shareholders, relevant authorities and relevant professionals to establish a liquidation team to carry out liquidation.</p>	/

No.	Before amendment	After amendment	Reason for
78	<p>Article 240 Unless the context otherwise requires, “announcement” referred to in these Articles of Association shall refer to if issued to domestic shareholders or within the PRC as required under relevant regulations and these Articles of Association, the announcement published in such Chinese newspapers as specified by the PRC laws and regulations or the securities regulatory agency under the State Council; and if issued to holders of H shares or in Hong Kong as required under the relevant provisions or these Articles of Association, the announcement being published in such Hong Kong newspapers as specified in relevant listing rules. All notices or other documents required under Chapter 13 of the Listing Rules to be sent by the Company to the Hong Kong Stock Exchange shall be in English language, or accompanied by a certified English translation.</p> <p>Under the premise of the Company’s compliance with the relevant listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed, regarding the provision and/or distribution by the Company of corporate communications to holders of the overseas-listed foreign shares in accordance with requirements of such listing rules, the Company may also electronically or at the company’s website or the website of the stock exchange(s) of the place(s) in which the shares of the Company are listed post such information so as to transmit or provide the same to such holders, in lieu of such delivery by hand or postage prepaid mail.</p>	<p>Article 251 Unless the context otherwise requires, “announcement” referred to in these Articles of Association shall refer to if issued to <u>holders of domestically listed domestic shares</u> or within the PRC as required under relevant regulations and these Articles of Association, the announcement published in <u>newspapers designated by CSRC for the disclosure of information of listed companies and on the website of Shenzhen Stock Exchange and such Chinese newspapers should be</u> specified by the PRC laws and regulations or the securities regulatory agency under the State Council; and if issued to holders of H shares or in Hong Kong as required under the relevant provisions or these Articles of Association, the announcement being published in such Hong Kong newspapers as specified in <u>Hong Kong Listing Rules</u>. All notices or other documents required under Chapter 13 of the Listing Rules to be sent by the Company to the Hong Kong Stock Exchange shall be in English language, or accompanied by a certified English translation.</p> <p>Under the premise of the Company’s compliance with the relevant listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed, regarding the provision and/or distribution by the Company of corporate communications to <u>holders of domestically listed domestic shares and</u> holders of the overseas-listed foreign shares in accordance with requirements of such listing rules, the Company may also electronically or at the company’s website or the website of the stock exchange(s) of the place(s) in which the shares of the Company are listed post such information so as to transmit or provide the same to such holders, in lieu of such delivery by hand or postage prepaid mail.</p>	Guidelines for the Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for
79	<p>Article 245 Definition</p> <p>...</p> <p>(3) “Associated relationship” is the relationship between the controlling shareholder, de facto controller, directors, supervisors or senior management, and enterprises directly or indirectly controlled by them, as well as other relationships which may possibly cause the transfer of the Company’s interests. However, enterprises owned by the State will not be regarded as having associated relationships among themselves only because they are owned by the State.</p>	<p>Article 256 Definition</p> <p>...</p> <p>(3) “Related party relationship” is the relationship between the controlling shareholder, de facto controller, directors, supervisors or senior management, and enterprises directly or indirectly controlled by them, as well as other relationships which may possibly cause the transfer of the Company’s interests. However, enterprises owned by the State will not be regarded as having associated relationships among themselves only because they are owned by the State.</p>	/
80	<p>Article 247 The term “accounting firm” as used in these Articles of Association shall have the same meaning as “auditor”.</p>	<p>Article 258 The term “accounting firm” as used in these Articles of Association shall have the same meaning as “auditor”.</p> <p><u>Unless otherwise specified in relevant laws and administrative regulations of PRC and regulatory rules of the place(s) where the Company’s shares are listed, the term “independent non-executive director(s)” used in these Articles of Association shall have the same meaning as “independent director(s)”.</u></p>	/

No.	Before amendment	After amendment	Reason for amendment
1	<p>Article 1 To safeguard the legitimate rights and interests of Wenzhou Kangning Hospital Co., Ltd. (the “Company”) and its shareholders, to further define the scope of duties and powers of the general meeting of the Company, and to regulate its organization and acts, thereby to ensure its duties are duly performed in the general meeting according to laws with high efficiency, these Rules and Procedures for General Meetings (the “Rules”) are formulated pursuant to relevant laws and regulations including the Company Law of PRC (the “Company Law”), the Mandatory Provisions for Articles of Association of Companies to be Listed Overseas, and the Guidelines for Articles of Association of Listed Companies and relevant rules under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”) and the Articles of Association of Wenzhou Kangning Hospital Co., Ltd. (applicable upon H Shares Listing) (the “Articles of Association”).</p>	<p>Article 1 To safeguard the legitimate rights and interests of Wenzhou Kangning Hospital Co., Ltd. (the “Company”) and its shareholders, to further define the scope of duties and powers of the general meeting of the Company, and to regulate its organization and acts, thereby to ensure its duties are duly performed in the general meeting according to laws with high efficiency, these Rules and Procedures for General Meetings (the “Rules”) are formulated pursuant to relevant laws and regulations including the Company Law of PRC (the “Company Law”), the Mandatory Provisions for Articles of Association of Companies to be Listed Overseas, and the Guidelines for Articles of Association of Listed Companies and relevant rules under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (<u>the “Hong Kong Listing Rules”), the Rules Governing the Listing of Shares on the ChiNext Market of the Shenzhen Stock Exchange (the “ChiNext Market Listing Rules”)</u>) and the Articles of Association of Wenzhou Kangning Hospital Co., Ltd. (<u>Draft</u>) (the “Articles of Association”).</p>	/

No.	Before amendment	After amendment	Reason for amendment
2	<p>Article 3 The general meeting shall exercise the following functions and powers:</p> <p>.....</p> <p>Review other matters to be resolved at the general meeting as required by the law, administrative regulations, department regulations, the Listing Rules or as prescribed by the Articles of Association.</p>	<p>Article 3 The general meeting shall exercise the following functions and powers:</p> <p>.....</p> <p>Review other matters to be resolved at the general meeting as required by the law, administrative regulations, department regulations, <u>the ChiNext Market Listing Rules, the Hong Kong Listing Rules</u> or as prescribed by the Articles of Association.</p>	/
3	<p>Article 4 The following external guarantees of the Company shall be reviewed and passed at the general meeting:</p> <p>.....</p> <p>(5) To provide guarantee for shareholders, de facto controller and their connected parties;</p> <p>Other guarantees which shall be passed at the general meeting as prescribed by the local stock exchange where the Company's shares are listed and these Articles of Association.</p>	<p>Article 4 The following external guarantees of the Company shall be reviewed and passed at the general meeting:</p> <p>.....</p> <p>(5) To provide guarantee for shareholders, de facto controller and their <u>related parties</u>;</p> <p>(6) Other guarantees which shall be passed at the general meeting as prescribed by the local stock exchange where the Company's shares are listed and these Articles of Association.</p> <p><u>Where a guarantee is provided by the Company to a wholly-owned subsidiary or a guarantee is provided to a controlling subsidiary and other shareholders of such controlling subsidiary provided guarantees in proportion to their rights and interests, and such guarantees fall within the scope of items 1, 3 and 4 of the first paragraph of this Article, they may be exempted from being submitted to the general meeting for consideration.</u></p>	Rules Governing the Listing of Shares on the ChiNext Market of the Shenzhen Stock Exchange

No.	Before amendment	After amendment	Reason for amendment
4	<p>Article 5 Issues which require approval by the general meeting as stipulated by laws, regulations, the Listing Rules and the Articles of Association shall be considered and resolved at the general meeting in order to protect the decision right of the shareholders of the Company. In addition to the foregoing, the general meeting may authorize the Board to make decisions within the scope of the functions and powers of the general meeting where necessary and reasonable.</p>	<p>Article 5 Issues which require approval by the general meeting as stipulated by laws, regulations, <u>the Hong Kong Listing Rules, the ChiNext Market Listing Rules</u> and the Articles of Association shall be considered and resolved at the general meeting in order to protect the decision right of the shareholders of the Company. In addition to the foregoing, the general meeting may authorize the Board to make decisions within the scope of the functions and powers of the general meeting where necessary and reasonable.</p>	/
5	<p>Article 8 The venue of convening a general meeting of the Company shall be the domicile of the Company or other specific location notified by the convener of the general meeting.</p> <p>A general meeting shall usually be in the form of physical meeting to be held on-site. However, so far as permitted by the securities regulatory authority, such meeting may also be held in such other manners as shall be recognized or required by the securities regulatory authority. A shareholder who participates in a general meeting in the aforesaid manners shall be deemed to have been present at the meeting.</p>	<p>Article 8 The venue of convening a general meeting of the Company shall be the domicile of the Company or other specific location notified by the convener of the general meeting.</p> <p><u>A venue shall be arranged for a general meeting to be convened</u> in the form of physical meeting to be held on-site. However, so far as permitted by the securities regulatory authority, such meeting may also be held in such other manners as shall be recognized or required by the securities regulatory authority. A shareholder who participates in a general meeting in the aforesaid manners shall be deemed to have been present at the meeting.</p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for amendment
6	/	<p><u>Article 9 When convening a general meeting, the Company shall engage lawyer(s) to provide legal opinions on the following issues and announce the same together with the resolutions of the general meeting:</u></p> <p><u>(1) whether the procedures for convening and holding the meeting comply with laws, administrative regulations, the Rules and the Articles of Association;</u></p> <p><u>(2) whether the qualifications of attendees and conveners are legally valid;</u></p> <p><u>(3) whether the procedure and result of voting are valid and binding;</u></p> <p><u>(4) legal opinions on other matters as requested by the Company.</u></p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)
7	/	<p><u>Article 10 The Board shall timely convene the general meeting within the period specified in the Rules.</u></p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for amendment
8	<p>Article 9 Two of independent non-executive directors are entitled to propose to convene an extraordinary general meeting to the Board. Concerning the proposal of convening an extraordinary general meeting requested by the independent non-executive directors, the Board shall, in accordance with the requirements of the laws, administrative regulations and the Articles of Association, reply with a written opinion to state whether it agrees or disagrees to convene an extraordinary general meeting within 10 days upon receipt of the proposal.</p> <p>If the Board agrees to convene the extraordinary general meeting, it shall issue a notice of general meeting within 5 days upon making the decision. If the Board does not agree to convene an extraordinary general meeting, it shall explain the reasons and make an announcement accordingly.</p>	<p>Article 11 <u>Independent directors</u> are entitled to propose to convene an extraordinary general meeting to the Board. Concerning the proposal of convening an extraordinary general meeting requested by the independent non-executive directors, the Board shall, in accordance with the requirements of the laws, administrative regulations and the Articles of Association, reply with a written opinion to state whether it agrees or disagrees to convene an extraordinary general meeting within 10 days upon receipt of the proposal.</p> <p>If the Board agrees to convene the extraordinary general meeting, it shall issue a notice of general meeting within 5 days upon making the decision. If the Board does not agree to convene an extraordinary general meeting, it shall explain the reasons and make an announcement accordingly.</p> <p><u>Should it be required otherwise by the securities regulatory authorities of the place(s) where the shares of the Company are listed, such requirements shall prevail.</u></p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)
9	<p>Article 14</p> <p>If a notice of general meeting does not specify the proposed resolutions or does not comply with Article 13 of the Rules, no voting for resolutions shall be carried out at the general meeting.</p>	<p>Article 16</p> <p>If a notice of general meeting does not specify the proposed resolutions or does not comply with Article 15 of the Rules, no voting for resolutions shall be carried out at the general meeting.</p>	/

No.	Before amendment	After amendment	Reason for amendment
10	<p>Article 15 Where a general meeting is convened by the Company, it shall issue a written notice 45 days prior to the meeting to notify all the registered shareholders of the matters proposed to be considered as well as the date and place of the meeting. Shareholders who intend to attend the general meeting shall deliver their written replies to the Company 20 days prior to the convening of the meeting.</p> <p>When calculating the time limit of the notice, the date of the meeting convened shall be excluded.</p>	<p>Article 17 Where <u>an annual</u> general meeting is convened by the Company, it shall <u>inform all shareholders of the time and venue of the meeting and the matters to be considered thereat 20 Hong Kong business days before the meeting is held. Where an extraordinary general meeting is convened, it shall inform all shareholders 10 Hong Kong business days or 15 days, whichever earlier, before the meeting is held. Subject to compliance with laws, regulations and the listing rules of the stock exchange where the Company's shares are listed, the notice of the Company's general meeting may be issued in the form of a public announcement (including issuing through the Company's website).</u></p> <p><u>The announcement of a general meeting served on the holders of overseas-listed foreign shares shall be published through the website of or in one or more newspaper(s) designated by the Hong Kong Stock Exchange. Upon the publication of the announcement, all holders of overseas-listed foreign shares shall be deemed to have received announcement of relevant general meeting.</u></p> <p>When calculating the time limit of the notice, the date of the meeting convened shall be excluded.</p>	<p>Company Law, the Reply of the State Council on the Adjustment to the Notice Period for General Meetings and Other Matters Applicable to Overseas Listed Companies</p>

No.	Before amendment	After amendment	Reason for amendment
11	<p>Article 16 The Company shall calculate the number of shares with voting rights represented by the shareholders who intend to attend the meeting in accordance with the written replies received 20 days prior to the convening of the general meeting. If the number of shares with voting rights represented by the shareholders who intend to attend the meeting reaches one half of the total number of the Company's shares with voting rights, the Company shall convene the general meeting. If not, the Company shall within 5 days notify the shareholders again by publishing an announcement stating the matters to be considered as well as the date and place of the meeting. Upon notifying by the announcement, the Company is entitled to convene the general meeting.</p>	<p>Article 18 The Company shall calculate the number of shares represented by the shareholders who intend with voting rights to attend the meeting in accordance with the written replies received prior to the convening of the general meeting. If the number of shares with voting rights represented by the shareholders who intend to attend the meeting reaches one half of the total number of the Company's shares with voting rights, the Company shall convene the general meeting. If not, the Company shall notify the shareholders again by publishing an announcement stating the matters to be considered as well as the date and place of the meeting. Upon notifying by the announcement, the Company is entitled to convene the general meeting.</p>	/

No.	Before amendment	After amendment	Reason for amendment
12	<p>Article 18 For matter of discussion involving the election of directors and supervisors, the notice of general meeting shall adequately disclose the detailed information of the candidates for such directors and supervisors, which shall at least include the following:</p> <p>(1) Personal particulars including education background, working experience and any part-time job;</p> <p>(2) Whether there is any connected relationship between the Company and the controlling shareholders and de facto controller of the Company;</p> <p>(3) Disclosure of the shareholdings in the Company;</p> <p>(4) Whether or not they have been penalized by CSRC or other related securities regulatory authorities and the stock exchange.</p> <p>Apart from directors and supervisors elected through the cumulative voting system, each candidate of director or supervisor shall be individually proposed.</p>	<p>Article 20 For matter of discussion involving the election of directors and supervisors, the notice of general meeting shall adequately disclose the detailed information of the candidates for such directors and supervisors, which shall at least include the following:</p> <p>(1) Personal particulars including education background, working experience and any part-time job;</p> <p>(2) Whether there is any <u>related party relationship</u> between the Company and the controlling shareholders and de facto controller of the Company;</p> <p>(3) Disclosure of the shareholdings in the Company;</p> <p>(4) Whether or not they have been penalized by CSRC or other related securities regulatory authorities and the stock exchange.</p> <p>Apart from directors and supervisors elected through the cumulative voting system, each candidate of director or supervisor shall be individually proposed.</p>	/

No.	Before amendment	After amendment	Reason for amendment
13	<p>Article 19 Notice of general meeting shall be served to the shareholder (whether has voting right on general meeting or not) either by hand or by post in a prepaid mail, addressed to such shareholder at his registered address as shown in the register of shareholders, or by publication on the Company's website or other website designated by stock exchange where the Company's shares are listed, subject to compliance with applicable laws, regulations and listing rules. For holders of domestic shares, the notice of a general meeting may also be given by publishing an announcement.</p> <p>The announcement referred to in the preceding paragraph shall be published in one or more newspapers designated by the securities regulatory authority under the State Council within the period of 45 and 50 days before convening the meeting. Once the announcement is published, all holders of domestic shares shall be deemed to have received the notice in relation to the general meeting.</p>	<p>Article 21 Notice of general meeting shall be served to the shareholder (whether has voting right on general meeting or not) either by hand or by post in a prepaid mail, addressed to such shareholder at his registered address as shown in the register of shareholders, or by publication on the Company's website or other website designated by stock exchange where the Company's shares are listed, subject to compliance with applicable laws, regulations and listing rules. For holders of <u>domestically listed</u> domestic shares, the notice of a general meeting may also be given by publishing an announcement.</p> <p>The announcement referred to in the preceding paragraph shall be published in one or more newspapers designated by the securities regulatory authority under the State Council within the period of <u>20 Hong Kong business days prior to an annual general meeting, or 10 Hong Kong business days or 15 days, whichever earlier, prior to an extraordinary general meeting.</u> Once the announcement is published, all holders of <u>domestically listed</u> domestic shares shall be deemed to have received the notice in relation to the general meeting.</p>	Company Law, the Reply of the State Council on the Adjustment to the Notice Period for General Meetings and Other Matters Applicable to Overseas Listed Companies

No.	Before amendment	After amendment	Reason for amendment
14	Article 22 All shareholders on the register of shareholders on the shareholding record date shall be entitled to attend the general meeting, and vote in accordance with the provisions of the relevant laws, regulations and these Articles of Association.	Article 24 All shareholders on the register of shareholders on the shareholding record date shall be entitled to attend the general meeting, and vote in accordance with the provisions of the relevant laws, regulations and these Articles of Association. <u>The Company and the convener shall not deny their attendance for any reason.</u>	Rules of the General Meetings of Listed Companies (2016 Revision)
15	Article 23 An individual shareholder who attends the general meeting in person shall present valid proof which can confirm his shareholder's identity. If a proxy is appointed to attend the meeting, in addition to present the proxy's identity proof, the proxy shall also present his identity proof together with the authorization letter from the shareholder.	Article 25 <u>Where an individual shareholder attends the general meeting in person, he/she shall attend the on-site general meeting with his/her stock account card, personal identity card or any other valid certificates or proof that can show his/her identity.</u> If a proxy is appointed to attend the meeting, in addition to present the proxy's identity proof, the proxy shall also present his identity proof together with the authorization letter from the shareholder.	Guidelines on Articles of Association of Listed Companies (2019 Revision)
16	Article 29 The convener shall verify the shareholders' qualifications according to the register of members provided by the securities registration and clearing institutions. The names of shareholders and the total number of shares with voting rights held by them shall be registered. The registration at the meeting shall end before the chairman of the meeting announces the number of shareholders and proxies attending the meeting and the total number of shares held with voting rights.	Article 31 The convener and <u>the lawyer(s) engaged by the Company</u> shall verify <u>the legality</u> of the shareholders' qualifications according to the register of members provided by the securities registration and clearing institutions. The names of shareholders and the total number of shares with voting rights held by them shall be registered. The registration at the meeting shall end before the chairman of the meeting announces the number of shareholders and proxies attending the meeting and the total number of shares held with voting rights.	Guidelines on Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for amendment
17	Article 30 The directors, supervisors and senior management of the Company shall, upon request of the general meeting, be present at such meeting for answering queries raised by the shareholders.	Article 32 <u>Where a general meeting is convened, all directors, supervisors and the secretary to the Board shall attend the meeting, and the managers and other senior management shall be present at the meeting.</u>	Guidelines on Articles of Association of Listed Companies (2019 Revision)
18	/	Article 37 <u>The Board and other conveners shall take necessary measures to ensure the smooth running of the general meeting. As for behaviors interfering with the general meeting, causing troubles or infringing legitimate rights and benefits of shareholders, they shall take measures to stop such behaviors and report in a timely manner to the competent authority for handling.</u>	Guidelines on Articles of Association of Listed Companies (2019 Revision)
19	Article 35 Minutes shall be prepared for general meetings by the secretary to the Board. The minutes shall state the following contents: (6) Names of vote counters and scrutinizer of the voting; (7) Other contents to be included as specified in these Articles of Association.	Article 38 Minutes shall be prepared for general meetings by the secretary to the Board. The minutes shall state the following contents: (6) Names of the lawyer(s) , vote counters and scrutinizer of the voting; (7) Other contents to be included as specified in these Articles of Association.	Guidelines on Articles of Association of Listed Companies (2019 Revision)
20	Article 39 When shareholders (including proxies) vote at the general meeting, they shall exercise their voting rights according to the number of shares with voting rights they represent. Each share shall carry one voting right.	Article 42 When shareholders (including proxies) vote at the general meeting, they shall exercise their voting rights according to the number of shares with voting rights they represent. Each share shall carry one voting right.	Securities Law

No.	Before amendment	After amendment	Reason for amendment
	<p>Shares held by the Company do not carry voting rights, and shall not be counted in the total number of shares with voting rights represented by shareholders present at a general meeting.</p> <p>Subject to and conditional upon compliance with applicable laws, regulations or requirements of the listing rules of the place(s) in which the shares of the Company are listed, the Board, independent non-executive directors and other shareholders who qualify with relevant specified conditions may solicit for the shares with voting rights from shareholders.</p> <p>When the general meeting considers related party transactions, the related party shareholders shall not participate in the voting if so specified in the applicable law, regulations or listing rules of the place(s) in which the shares of the Company are listed. His shares held with voting rights will not be counted within the total number of valid votes. The public announcement on the voting results of the general meeting shall fully disclose the voting results of the non-related party shareholders.</p> <p>In accordance with the applicable laws, regulations and listing rules of the place(s) in which the shares of the Company are listed, where any shareholder shall abstain from voting for any particular resolution, or is restricted to vote only for or against such resolution, any votes in violation of such requirement or restriction by the shareholders (or their proxies) shall not be counted in the voting results.</p>	<p>Shares held by the Company do not carry voting rights, and shall not be counted in the total number of shares with voting rights represented by shareholders present at a general meeting.</p> <p><u>When the general meeting considers matters that could materially affect the interest of medium and small investors, the votes by medium and small investors shall be counted separately, and the results of such separate vote counting shall be disclosed promptly.</u></p> <p><u>The Company's Board, independent directors, shareholders holding more than one percent of shares with voting rights, or the investor protection agency established in accordance with laws, administrative regulations or the regulations prescribed by the CSRC may act as a solicitor, either by itself or by entrusting a securities company or a securities service agency, to publicly request the shareholders of the Company to entrust them to attend the general meeting on their behalf, and to exercise shareholders' rights such as the right to propose and vote. If there are any special requirements under the listing rules of the stock exchange(s) of the place(s) where the Company's shares are listed, such requirements shall prevail.</u></p>	

No.	Before amendment	After amendment	Reason for amendment
		<p><u>In soliciting shareholders' rights in accordance with the provisions in the preceding paragraph, the solicitor shall disclose the solicitation documents, and the Company shall cooperate. It is prohibited to publicly solicit shareholders' rights by means of compensation or compensation in disguised form. The Company shall not impose minimum shareholding restrictions on soliciting the voting right. Where the public soliciting of shareholders' rights is in violation of laws, administrative regulations or relevant regulations of the CSRC and results in losses to the Company or its shareholders, the soliciting party shall assume liability for compensation in accordance with laws.</u></p> <p>In accordance with the applicable laws, regulations and listing rules of the place(s) in which the shares of the Company are listed, where any shareholder shall abstain from voting for any particular resolution, or is restricted to vote only for or against such resolution, any votes in violation of such requirement or restriction by the shareholders (or their proxies) shall not be counted in the voting results.</p>	
21	/	<p><u>Article 43 When the general meeting considers related party transactions, any related shareholder(s) shall abstain from voting and shall not exercise any voting rights on behalf of other directors. The number of shares with voting rights held by such shareholder(s) shall not be included in the total number of shares with voting rights held by shareholders presenting at the general meeting.</u></p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for amendment
22	/	<p><u>Article 44 A cumulative voting system can be adopted for voting in respect of the election of director(s) and supervisor(s) at a general meeting in accordance with the provisions of the Articles of Association or resolution(s) of the general meeting.</u></p> <p><u>The cumulative voting system as referred above means that when director(s) or supervisor(s) being elected at the general meeting, each share shall carry the same number of voting rights as the number of director(s) or supervisor(s) to be elected, the total number of votes cast by shareholders attending the general meeting shall be the number of shares held times the number of director's candidates. Each shareholder may cast all his/her votes to a single candidate or spread his/her votes among different candidates, provided that the cumulative votes cast shall not exceed the total number of votes held by that shareholder. The Board shall announce the resume and basic information of each candidate of director(s) and supervisor(s) to the shareholders. The directors shall be elected according to the number of votes cast for them. The number of votes obtained by the director's candidates shall exceed half of the voting rights represented by the shareholders attending the general meeting. Candidates for Directors or supervisors obtaining more than half of the effective voting rights held by Shareholders attending the general meeting, the elected Director(s) or supervisor(s) shall be determined specifically according to the number of Director(s) and supervisor(s) to be elected and based on the votes in descending order.</u></p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for amendment
23	/	<u>Article 45 Save for the cumulative voting system, all proposals shall be voted one by one at the general meeting. In the case where different proposals are made on the same matter, votes shall be cast in accordance with the sequence of the proposals presented. Unless the general meeting is suspended or no resolution may be passed due to exceptional reasons such as force majeure, the proposals shall not be set aside and voting shall take place.</u>	Guidelines on Articles of Association of Listed Companies (2019 Revision)
24	Article 42 When the number of votes for and against a resolution is equal, whether on a show of hands or on a poll, the chairman of the meeting shall be entitled to one additional vote.	/	/

No.	Before amendment	After amendment	Reason for amendment
25	<p>Article 44 The following matters shall be passed by way of special resolutions at a general meeting:</p> <p>(1) Increase or reduction in the registered capital and issue of any kinds of shares, warrants and other similar securities by the Company;</p> <p>(2) Issue of corporate bonds;</p> <p>(3) Division, merger, dissolution and liquidation of the Company or change of form of incorporation of the Company;</p> <p>(4) Amendment to these Articles of Association;</p> <p>(5) Equity incentive plan;</p> <p>(6) Other matters required by the laws, administrative regulations, listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed and these Articles of Association or those resolved at the general meeting by way of ordinary resolutions and deemed to be of significant impact to the Company and thereby required to be passed by way of special resolutions.</p>	<p>Article 49 The following matters shall be passed by way of special resolutions at a general meeting:</p> <p>(1) Increase or reduction in the registered capital and issue of any kinds of shares, warrants and other similar securities by the Company;</p> <p>(2) Issue of corporate bonds;</p> <p>(3) Division, merger, dissolution and liquidation of the Company or change of form of incorporation of the Company;</p> <p>(4) Amendment to the Articles of Association;</p> <p><u>(5) Acquisition and disposal of material assets within one year by the Company and events that involve a guarantee amount that exceeds 30% of the latest audited total assets of the Company;</u></p> <p>(6) Equity incentive plan;</p> <p>(7) Other matters required by the laws, administrative regulations, listing rules of the stock exchange(s) of the place(s) in which the shares of the Company are listed and the Articles of Association or those resolved at the general meeting by way of ordinary resolutions and deemed to be of significant impact to the Company and thereby required to be passed by way of special resolutions.</p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for amendment
26	/	<u>Article 51 Any resolution of the general meeting shall be announced in a timely manner, and such an announcement shall indicate the number of shareholders and proxies present at the meeting, the total number of shares with voting rights they hold and its proportion to the total shares with voting rights of the Company, the means of voting, the voting results of each proposal as well as the details of each resolution adopted. The attendance and voting results of the holders of domestic shares and foreign shares shall be respectively counted and published in the announcement.</u>	Guidelines on Articles of Association of Listed Companies (2019 Revision)
27	/	<u>Article 52 If a proposal is not adopted or a resolution adopted at the previous general meeting is changed at this general meeting, special prompt shall be made in the public announcement about resolutions adopted at the general meeting.</u>	Guidelines on Articles of Association of Listed Companies (2019 Revision)
28	/	<p><u>Article 53 Shareholders present at the general meeting shall give one of the following comments to the proposals put forward for voting: for, against or abstain. If the voting slip has not been completed or has been completed incorrectly or that the writing is illegible or that the voting slip has not been cast, it shall be treated that the voter has renounced his/her voting rights and the voting results of the relevant number of shares held by him/her shall be counted as “abstain.”</u></p> <p><u>If the Hong Kong Listing Rules require any shareholder to abstain from voting on a resolution, or restrict any shareholder to only vote for or against a resolution, if there is any violation of relevant regulations or restrictions, the number of votes made by such shareholders or their representatives shall not be counted.</u></p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for amendment
29	/	<p><u>Article 54 An on-site general meeting shall not end earlier than the one held on the Internet or by other methods. The chairperson of the meeting shall announce details of voting in connection with each proposed resolution, the voting result and whether the proposed resolution is passed in accordance with the voting result.</u></p> <p><u>Before the formal announcement of the voting result, companies, vote counters, scrutineers, substantial shareholders, network service providers and other related parties involved in the on-site general meeting, online voting and other voting methods shall be under a confidentiality obligation relating to the details of the voting.</u></p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)
30	<p>Article 50 The Company shall not proceed to change or abrogate the shareholders' rights of a class of shares unless such change or abrogation has been approved by way of a special resolution at the general meeting and at a separate class meeting by the shareholders of the affected class in accordance with Articles 52 to 56 of the Rules, save and except for the circumstances provided for under paragraph 4 of Article 17 herein in respect of the conversion of unlisted domestic shares into overseas-listed foreign shares.</p> <p>For the change or abrogation of rights of class shareholders as a result of the changes in domestic and foreign laws, regulations and the listing rules of the place(s) where the shares of the Company are listed as well as the decisions made pursuant to the law by domestic and foreign regulatory authorities, no approval at general meeting or class meeting shall be required.</p>	<p>Article 59 The Company shall not proceed to change or abrogate the shareholders' rights of a class of shares unless such change or abrogation has been approved by way of a special resolution at the general meeting and at a separate class meeting by the shareholders of the affected class in accordance with <u>Articles 61 to 65</u> of the Rules, save and except for the circumstances provided for under the Articles of Association in respect of the conversion of unlisted domestic shares into overseas-listed foreign shares.</p> <p>For the change or abrogation of rights of class shareholders as a result of the changes in domestic and foreign laws, regulations and the listing rules of the place(s) where the shares of the Company are listed as well as the decisions made pursuant to the law by domestic and foreign regulatory authorities, no approval at general meeting or class meeting shall be required.</p>	/

No.	Before amendment	After amendment	Reason for amendment
31	<p>Article 52 Shareholders of the affected class, whether or not having the right to vote at the general meeting, shall have the right to vote at class meetings in respect of matters referred to in paragraphs (2) to (8) and (11) to (12) in Article 51, except that interested shareholders shall not vote at class meetings.</p> <p>The term “interested shareholders” in the preceding paragraph shall have the following meanings:</p> <p>(1) if the Company has made a tender offer to all shareholders in the same proportion or has bought back its own shares through open market transactions on a stock exchange in accordance with Article 32 of the Articles of Association, the controlling shareholders as defined in the Articles of Association shall be the “interested shareholders”;</p> <p>(2) if the Company has bought back its own shares by an agreement outside of a stock exchange in accordance with Article 32 of the Articles of Association, holders of shares in relation to such agreement shall be the “interested shareholders”;</p> <p>(3) under a restructuring proposal of the Company, shareholders who will bear liability in a proportion smaller than that of the liability borne by other shareholders of the same class, or shareholders who have an interest different from that interest of other shareholders of the same class shall be the “interested shareholders”.</p>	<p>Article 61 Shareholders of the affected class, whether or not having the right to vote at the general meeting, shall have the right to vote at class meetings in respect of matters referred to in paragraphs (2) to (8) and (11) to (12) in Article 60, except that interested shareholders shall not vote at class meetings.</p> <p>The term “interested shareholders” in the preceding paragraph shall have the following meanings:</p> <p>(1) if the Company has made a tender offer to all shareholders in the same proportion or has bought back its own shares through open market transactions on a stock exchange in accordance with the Articles of Association, the controlling shareholders as defined in the Articles of Association shall be the “interested shareholders”;</p> <p>(2) if the Company has bought back its own shares by an agreement outside of a stock exchange in accordance with the Articles of Association, holders of shares in relation to such agreement shall be the “interested shareholders”;</p> <p>(3) under a restructuring proposal of the Company, shareholders who will bear liability in a proportion smaller than that of the liability borne by other shareholders of the same class, or shareholders who have an interest different from that interest of other shareholders of the same class shall be the “interested shareholders”.</p>	/
32	<p>Article 53 Resolutions of a class meeting may be passed only by more than two-thirds of the voting rights of that class represented by the shareholders attending the meeting in accordance with Article 52.</p>	<p>Article 62 Resolutions of a class meeting may be passed only by more than two-thirds of the voting rights of that class represented by the shareholders attending the meeting in accordance with Article 61.</p>	/

No.	Before amendment	After amendment	Reason for amendment
33	<p>Article 54 When the Company is to hold a class meeting, it shall issue a written notice 45 days prior to the meeting informing all the registered shareholders of that class of the matters to be considered at the meeting as well as the date and venue of the meeting. Shareholders who intend to attend the meeting shall, within 20 days prior to the day of the meeting, deliver their written replies regarding their attendance to the Company.</p> <p>If the number of shares with voting rights represented by the shareholders intending to attend the meeting is more than one half of the total number of shares with voting rights of that class at the meeting, the Company may hold the class meeting. If not, the Company shall within 5 days inform the shareholders once again of the matters to be considered at the meeting and the date and venue of the meeting in the form of a public announcement. Upon notification by a public announcement, the Company may hold the class meeting.</p> <p>If there are any special requirements under the listing rules of the place(s) where the Company's shares are listed, such requirements shall prevail.</p>	<p>Article 63 When the Company is to hold a class meeting, <u>the time limit for issuing a written notice shall be the same as the written notice period for the non-class shareholders meeting to be convened on the same day of such class meeting.</u> The written notice shall notify all the registered shareholders of that class of the matters to be considered at the meeting as well as the date and venue of the meeting.</p> <p>If the number of shares with voting rights represented by the shareholders intending to attend the meeting is more than one half of the total number of shares with voting rights of that class at the meeting, the Company may hold the class meeting. If not, the Company shall inform the shareholders once again of the matters to be considered at the meeting and the date and venue of the meeting in the form of a public announcement. Upon notification by a public announcement, the Company may hold the class meeting.</p> <p><u>When calculating the aforesaid time limit, the date of the meeting convened shall be excluded.</u> If there are any special requirements under the listing rules of the place(s) where the Company's shares are listed, such requirements shall prevail.</p>	Guidelines on Articles of Association of Listed Companies (2019 Revision)

No.	Before amendment	After amendment	Reason for amendment
34	<p>Article 59 The Rules are formulated by the Board of Directors, and shall be appended to the Articles of Association. As approved by the general meeting, the Rules shall be effective from the date on which the overseas-listed foreign shares to be issued by the Company are being listed and traded on The Stock Exchange of Hong Kong Limited. Any amendments to the Rules shall be made through amendments proposed by the Board of Directors, and shall be effective after being approved by the general meeting.</p>	<p>Article 68 The Rules are formulated by the Board of Directors, and shall be appended to the Articles of Association. As approved by the general meeting, <u>the Rules shall be effective from the date of the initial public offering and listing of RMB ordinary shares (A shares) of the Company on the Shenzhen Stock Exchange.</u> Any amendments to the Rules shall be made through amendments proposed by the Board of Directors, and shall be effective after being approved by the general meeting.</p>	/
35	<p>Article 60 Any other matters which are not stipulated under the Rules shall be conducted in accordance to relevant laws, regulations, the Listing Rules as well as the Articles of Association.</p>	<p>Article 69 Any other matters which are not stipulated under the Rules shall be conducted in accordance to relevant laws, regulations, <u>the ChiNext Market Listing Rules, the Hong Kong Listing Rules</u> as well as the Articles of Association.</p>	/

No.	Before amendment	After amendment	Reason for amendment
1	<p>Article 1 The Rules and Procedures for Board Meetings of the Company are formulated to ensure the standardized operation of Wenzhou Kangning Hospital Co., Ltd. (the “Company”), enhance the work efficiency and legal and scientific decision-making of the Board and safeguard the interests of the Company and the legitimate interests of the shareholders, pursuant to the provisions of the Company Law of PRC, the Mandatory Provisions for the Articles of Association of Companies to be Listed Overseas, the Guidelines of the Articles of Association of Listed Companies and other laws and regulations, the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”), and the Articles of Association of Wenzhou Kangning Hospital Co., Ltd. (after the issue of H shares) (the “Articles of Association”).</p>	<p>Article 1 The Rules and Procedures for Board Meetings of the Company are formulated to ensure the standardized operation of Wenzhou Kangning Hospital Co., Ltd. (the “Company”), enhance the work efficiency and legal and scientific decision-making of the Board and safeguard the interests of the Company and the legitimate interests of the shareholders, pursuant to the provisions of the Company Law of PRC, the Mandatory Provisions for the Articles of Association of Companies to be Listed Overseas, the Guidelines of the Articles of Association of Listed Companies and other laws and regulations, the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Hong Kong Listing Rules”), the Rules Governing the Listing of Shares on the ChiNext Market of Shenzhen Stock Exchange (“ChiNext Market Listing Rules”) and the Articles of Association of Wenzhou Kangning Hospital Co., Ltd. (Draft) (the “Articles of Association”).</p>	/

No.	Before amendment	After amendment	Reason for amendment
2	<p>Article 3</p> <p>...</p> <p><u>(19) to consider, review and approve the matters on the Company's external guarantee which shall not fall into the scope required to be considered by the general meeting as provided in Article 64 hereunder;</u></p> <p>...</p> <p><u>(22) to examine the Company's compliance with the Corporate Governance Code in the Listing Rules and the disclosure in the corporate governance report;</u></p> <p>...</p>	<p>Article 3</p> <p>...</p> <p><u>(19) to consider, review and approve the matters on the Company's external guarantee which shall not fall into the scope required to be considered by the general meeting as specified;</u></p> <p>...</p> <p><u>(22) to examine the Company's compliance with the Corporate Governance Code in the listing rules of the stock exchange(s) of the place(s) where the Company's shares are listed and the disclosure in the corporate governance report;</u></p> <p>...</p>	/
3	<p>Article 6 The chairman, any shareholder holding more than one tenth voting rights, more than one third of the directors or the board of supervisors or the general manager may propose the holding of an extraordinary meeting of the Board. The chairman of the Board shall convene and preside over the extraordinary meeting of the Board within 10 days upon receipt of the proposal, and shall give written notice to all directors and supervisors 5 days before the meeting is held.</p>	<p>Article 6 The chairman, any shareholder holding more than one tenth voting rights, more than one third of the directors or the board of supervisors or the general manager may propose the holding of an extraordinary meeting of the Board. The chairman of the Board shall convene and preside over the extraordinary meeting of the Board within 10 days upon receipt of the proposal, and shall give written notice to all directors and supervisors 5 days before the meeting is held. <u>In case of urgency, an extraordinary board meeting may be held upon approval by the chairman of the Board, not being subject to the requirement of meeting notice as set out in this Article, provided that reasonable notice shall be given to directors, supervisors and the general manager.</u></p>	Articles of Association

No.	Before amendment	After amendment	Reason for amendment
4	<p>Article 12 <u>Except the situations specified in Article 144 of the Articles of Association and Article 21 of these rules and procedures where</u> the Board reviews connected transactions, the meeting of the Board shall not be held unless more than half of the directors are present.</p>	<p>Article 12 <u>Except the situations specified in the Articles of Association and these rules and procedures where</u> the Board reviews connected transactions, the meeting of the Board shall not be held unless more than half of the directors are present.</p>	/
5	<p>Article 15 Board meetings may be convened by means of telephone conference, video conference, circulation of documents (<u>except regular meetings in the above Article 5</u>), facsimile etc. provided that directors can fully express their views, and all directors who participate in Board meetings held in such forms shall be deemed to have attended the meeting in person. For a Board meeting which is held by means of telecommunication, the notice of meeting shall set out the details of the resolutions of the meeting, and shall state the deadline date for voting. The directors who participate in such meeting shall express their votes to the Company via facsimile by the deadline date for such voting as stated in the notice of meeting, and the original copy of such voting decision, which shall be signed by such directors themselves, shall be sent to the Board of the Company.</p>	<p>Article 15 Board meetings may be convened by means of telephone conference, video conference, circulation of documents (<u>except regular meetings in the above Article 4</u>), facsimile etc. provided that directors can fully express their views, and all directors who participate in Board meetings held in such forms shall be deemed to have attended the meeting in person. For a Board meeting which is held by means of telecommunication, the notice of meeting shall set out the details of the resolutions of the meeting, and shall state the deadline date for voting. The directors who participate in such meeting shall express their votes to the Company via facsimile by the deadline date for such voting as stated in the notice of meeting, and the original copy of such voting decision, which shall be signed by such directors themselves, shall be sent to the Board of the Company.</p>	/
6	<p>Article 19</p> <p>...</p> <p>Independent non-executive directors shall issue their independent opinion in accordance with laws, regulations, <u>Listing Rules and other rules.</u></p> <p>...</p>	<p>Article 19</p> <p>...</p> <p>Independent non-executive directors shall issue their independent opinion in accordance with laws, regulations, <u>listing rules of the stock exchange(s) of the place(s) where the Company's shares are listed and other rules.</u></p> <p>...</p>	/

No.	Before amendment	After amendment	Reason for amendment
7	<p>Article 21 <u>Except for the exceptional circumstances permitted by Listing Rules or Hong Kong Stock Exchange, a director shall not vote on any resolution on any agreement or arrangement or any other proposal in which he himself has significant interests directly or through any of his associates (as defined in the Listing Rules), nor shall he vote on behalf of other directors.</u> Such Board meeting can be held if more than one half of the non-connected directors attend such meeting. Resolutions made by the Board meeting shall be required to be passed by more than one half of the non-connected directors. If less than three non-connected directors attend the Board meeting, the matter shall be submitted to the general meeting for consideration.</p> <p>...</p>	<p>Article 21 <u>When matters regarding related party transactions are being considered by the Board of the Company, related directors shall abstain from voting.</u> Such Board meeting can be held if more than one half of the non-connected directors attend such meeting. Resolutions made by the Board meeting shall be required to be passed by more than one half of the non-connected directors. If less than three non-connected directors attend the Board meeting, the matter shall be submitted to the general meeting for consideration.</p> <p>...</p>	ChiNext Market Listing Rules
8	<p>Article 29 The Board shall comply with the requirements of the regulatory authorities and the stock exchange where the shares of the Company are listed in relation to the disclosure of information in disclosing matters considered or resolutions made during the Board meeting which are required to be disclosed. Information relating to significant matters shall be reported to the stock exchange in a timely manner on the principle of fair information disclosure and disclosed as specified in relevant listing rules, and shall be filed with relevant regulatory authorities (if applicable) for record.</p>	<p>Article 29 The Board shall comply with the requirements of the regulatory authorities and the stock exchange where the shares of the Company are listed in relation to the disclosure of information in disclosing matters considered or resolutions made during the Board meeting which are required to be disclosed. Information relating to significant matters shall be reported to the stock exchange in a timely manner on the principle of fair information disclosure and disclosed as specified in the listing rules of the stock exchange(s) of the place(s) where the Company's shares are listed, and shall be filed with relevant regulatory authorities (if applicable) for record.</p>	/

No.	Before amendment	After amendment	Reason for amendment
9	<p>Article 33 The Board shall formulate these Rules, which shall be appended to the Articles of Association and, after approved at a general meeting, <u>effective from the date of listing and trading of the overseas listed foreign shares issued by the Company on The Stock Exchange of Hong Kong Limited.</u> Any amendment hereto shall be proposed by the Board and approved at a general meeting before taking effect.</p>	<p>Article 33 The Board shall formulate these Rules, which shall be appended to the Articles of Association and, after approved at a general meeting, <u>effective from the date of initial public offering and listing of the RMB ordinary shares (A Shares) issued by the Company on Shenzhen Stock Exchange.</u> Any amendment hereto shall be proposed by the Board and approved at a general meeting before taking effect.</p>	/

No.	Before amendment	After amendment	Basis for amendment
1	<p>Article 1 In order to ensure the standardized operation of Wenzhou Kangning Hospital Co., Ltd. (hereinafter referred to as the “Company”), enhance the efficiency and scientificity of the decision making level of the supervisory committee and safeguard the interests of the Company and legitimate interests of shareholders, these rules and procedures of the supervisory committee (the “Rules”) are hereby formulated in accordance with the overseas and domestic regulatory laws and regulations including the Company Law of the People’s Republic of China, the Mandatory Provisions for the Articles of Association of Companies to be Listed Outside the PRC, the Guidelines for Articles of Association of Chinese Listed Companies, the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (hereinafter referred to as the “Listing Rules”) as well as the Articles of Association of Wenzhou Kangning Hospital Co., Ltd. (after the issue of H shares) (hereinafter referred to as the “Articles of Association”).</p>	<p>Article 1 In order to ensure the standardized operation of Wenzhou Kangning Hospital Co., Ltd. (hereinafter referred to as the “Company”), enhance the efficiency and scientificity of the decision making level of the supervisory committee and safeguard the interests of the Company and legitimate interests of shareholders, these rules and procedures of the supervisory committee (the “Rules”) are hereby formulated in accordance with the overseas and domestic regulatory laws and regulations including the Company Law of the People’s Republic of China, the Mandatory Provisions for the Articles of Association of Companies to be Listed Outside the PRC, the Guidelines for Articles of Association of Chinese Listed Companies, the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (hereinafter referred to as the “Hong Kong Listing Rules”), the Rules Governing the Listing of Shares on the ChiNext Market of Shenzhen Stock Exchange (hereinafter referred to as the “ChiNext Market Listing Rules”) as well as the Articles of Association of Wenzhou Kangning Hospital Co., Ltd. (Draft) (hereinafter referred to as the “Articles of Association”).</p>	/

No.	Before amendment	After amendment	Basis for amendment
2	<p>Article 3</p> <p>.....</p> <p>(10) any other functions and powers as stipulated by the Articles of Association.</p>	<p>Article 3</p> <p>.....</p> <p><u>(10) to review and provide written review opinions on the securities issuance documents prepared by the Board of Directors and periodic reports of the Company, and provide signatory confirmation;</u></p> <p><u>(11)</u> any other functions and powers as stipulated by the Articles of Association.</p>	The “Securities Law”
3	/	<p><u>Article 8 The Company shall, in accordance with the laws and regulations and the Articles of Association, convene meetings of the supervisory committee, and an announcement of the resolutions at the meeting of the board of supervisors shall be disclosed after the close of the meeting in a timely manner.</u></p>	The “ChiNext Market Listing Rules”
4	<p>Article 17 The supervisory committee shall formulate these rules of procedures, which shall be appended to the Articles of Association and, after being approved at a general meeting, <u>effective from the date on which the overseas listed foreign shares issued by the Company are listed and commence trading on the Stock Exchange of Hong Kong Limited.</u> Any amendment hereto shall be proposed by the supervisory committee and approved at a general meeting before taking effect.</p>	<p>Article 18 The supervisory committee shall formulate these rules of procedures, which shall be appended to the Articles of Association and, after being approved at a general meeting, <u>effective from the date of the Company’s initial public offering of RMB ordinary shares (A shares) and listing of the same on Shenzhen Stock Exchange.</u> Any amendment hereto shall be proposed by the supervisory committee and approved at a general meeting before taking effect.</p>	/
5	<p>Article 18 Any matters not provided for herein shall be dealt with in accordance with relevant laws, regulations, <u>the Listing Rules</u> and the Articles of Association.</p>	<p>Article 19 Any matters not provided for herein shall be dealt with in accordance with relevant laws, regulations, <u>the Hong Kong Listing Rules, the ChiNext Market Listing Rules</u> and the Articles of Association.</p>	/