

[illegible]

The Company did not have any convertible preferred stock outstanding as of December 30, 2017. The Company has not issued any convertible preferred stock since its initial public offering in 2017. The Company has not issued any convertible preferred stock since its initial public offering in 2017. The Company has not issued any convertible preferred stock since its initial public offering in 2017.

本公司於2011年9月29日（《上市公司執行企業會計準則監管問題解答》（會計部函[2011]年9號））

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Due to the error in the calculation of the 2017 financial statements, the Company has corrected the error and the corrected financial statements are as follows:

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

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

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

The following table shows the net effect of the 2017 error correction on the financial statements:

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

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

By: **Wenzhou Kangning Hospital Co., Ltd.**
GUAN Weili
Chairman

Zhang Jia, PRC
 January 22, 2018

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