

Standard for Reporting Financial Information, the Company has identified and corrected the accounting errors in the 2017 financial statements. The correction of the errors has no impact on the Company's 2017 financial results. (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
Tax expense	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
Basic earnings per share	0.43		0.36
Diluted earnings per share	0.43		0.36
Balance sheet			
Current assets	795,919,512	5,243,377	801,162,889
Current liabilities	134,640,863	-5,243,377	129,397,486
Net assets	1,022,149,317		1,022,149,317

(II) Net income 2017 financial results.

The financial results for 2017 are as follows: Operating income 2,390,872; Operating expenses 39,610,671; Tax expense 42,319,211; Net income 30,305,485; Net income attributable to shareholders 31,710,313; Basic earnings per share 0.43; Diluted earnings per share 0.43.

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

Zhejiang, 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.