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溫州康寧醫院股份有限公司

(a joint stock limited company incorporated in the People's Republic of China)

(寧 波 梅 山 保 稅 港 區 寬 源 投 資 管 理 有 限 公 司)

VOLUNTARY ANNOUNCEMENT STRATEGIC COOPERATION AGREEMENT WITH KUANPING CAPITAL

The board of directors (the "Board") of Wenzhou Kangning Hospital Co., Ltd. (the "Company" or "Kangning") has decided to announce that on October 26, 2016, the Company entered into a strategic cooperation agreement (the "Strategic Cooperation Agreement") with Ningbo Meishan Bonded Port Kuanping Investment Management Co., Ltd.* (寧波梅山保稅港區寬源投資管理有限公司, "Kuanping").

Kuanping is the management company of Kuanping Capital (寬平資本, "Kuanping Capital"). Kuanping, an independent third party of the Company, is a healthcare sector dedicated private equity fund, which has a well-established reputation for its fund-raising and fund management activities. The team has strong track record in healthcare service investment.

Kuanping (or through one of its affiliates) intends to establish and manage Kuanping Healthcare Fund (寬展醫療基金, the "Fund") to invest in healthcare service industry with a focus on service healthcare service institutions in China. The Company does not intend to participate in the establishment, management and investment of the Fund.

* For identification purpose only

As part of the cooperation between the Parties, the Company will provide consultancy services to assist the Fund in identifying and evaluating potential investment opportunities. The Company will be granted a referred right to provide entrusted management services to the Company's shareholders that the Fund is a shareholder. In addition, in the event that the Fund does not have any of such shareholders, the Company will be granted a referred right to be a shareholder of such shareholders. The Company further authorizes the management to refer to itself as the management's strategic partner for service network expansion in conducting its investment activities in the service industry in China. The Company however does not authorize the management to otherwise use its trade mark, trademark or other intellectual property rights.

The Company believes that it will be able to seek for further expansion throughout the management's management capabilities and financial resources in identifying and pursuing further growth opportunities.

After the date of the Strategic Cooperation Agreement, if the management has been identified and if the management is identified, the management will be identified by the management and the specific management activities will be carried out by the management. The management will be identified by the management. The management will be identified by the management. The management will be identified by the management.

Order of the Board
Weihong B. Kaigilgh B. i a C., L d.
GUAN Wei i
Chairman

Hej ang, the RC
October 27, 2016

As of the date of this announcement, the executive Directors are Mr. GUAN Weili, Ms. WANG Lianyue and Ms. WANG Hongyue; the non-executive Directors are Mr. YANG Yang and Ms. HE Xin; and the independent non-executive Directors are Mr. CHONG Yat Keung, Mr. HUANG Zhi and Mr. GOT Chong Key Clevin.