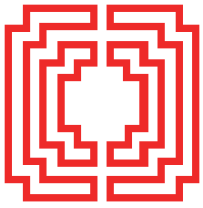
H K E C L T S E H K L



温州康寧醫院股份有限公司

ital Co., Ltd.

(A joint stock limited liabilit

D R P , G RMB746.0
, 11.9% 2017,
RMB726.4 ,
32.9% 2017, G ,
35.8%. T
G , 97.3% (2017:
95.2%),
2.7% (2017: 4.8%).

R

R
G ,
. T
, :

	For the year ended December 31,	
	2018	2017
	(RMB'000)	*(RMB'000)*
Treatment and general healthcare services		
R	**539,548**	389,494
C	**331,883**	235,839
G	**207,665**	153,655
Pharmaceutical sales		
R	**167,103**	130,681
C	**140,330**	107,405
G	**26,773**	23,276
Owned hospitals		
R	**706,651**	520,175
C	**472,213**	343,244
G	**234,438**	176,931

D R P , G ,
RMB706.7 , RMB186.5
2017, L K
H , G H , P K H , Q Y H
S Y H .R
R P RMB204.4 (2017: RMB88.4).
D R P , G ,
32.5% 2017.

D R P ,
,
38.5% 2017, 76.4%
(2017: 74.9%);
27.9% 2017, 23.6%
(2017: 25.1%), :
14.5% (2017:
14.9%),
77.7% (2017: 78.7%).

C G ’
, ,
, , . T
G ’
:

	For the year ended December 31,	
	2018	2017
	(RMB’000)	*(RMB’000)*
P	**177,106**	131,949
E	**158,047**	116,085
L	**27,938**	20,358

F , 37.5% (2017: 38.4%), . T 33.5% (2017: 33.8%). T , 15.5% (2017: 14.5%). D R P , , , 2017.

M

T G ' . T , :

	For the year ended December 31,	
	2018	2017
	(RMB'000)	*(RMB'000)*
R	**19,748**	26,386
C	**12,816**	11,690
G	**6,932**	14,696

D R P , G RMB19.7 , 25.2% 2017, 2.7% 2018 (2017: 4.8%). T G ' , , , P C W , P H , C H Y F H R P .

T G ’ . D R P , G RMB12.8 , 9.6% 2017. A , 35.1% (2017: 55.7%).

R

T G ’ . D R P , RMB17.0 (2017: RMB117.6), RMB9.5 W G R P . T RMB19.7 , W G R P RMB2.7 .

4.1.2 Gross Profit and Gross Profit Margin

D R P , G RMB252.2 , 16.2% . T RMB241.4 , 26.0% 2017. T :

	For the year ended December 31,	
	2018	2017
T	**38.5%**	39.4%
P	**16.0%**	17.8%
M	**35.1%**	55.7%
Healthcare business	**33.2%**	35.1%
P	**55.5%**	21.3%
Consolidated gross profit margin	**33.8%**	32.6%

D R P , G
33.8% (2017: 32.6%), 0.9
2017, H Y H
T K H , . 2018. T
1.8
2017, P
A 1, 2018.

4.1.3 Tax and Surcharge

D R P , G
RMB5.7 (2017: RMB9.8),
W K H C
K H W
G .

4.1.4 Selling Expenses

D R P , G
RMB5.1 (2017: RMB1.8),
2017, , G ’
. T 0.7%
G ’ (2017: 0.3%),
G ’ .

4.1.6 Research and Development Expenses

D R P , G ’
RMB5.7 (2017: RMB1.6),
2017. T
G ’ 0.8% (2017: 0.3%),
G ’
.

4.1.7 Finance Expenses – Net

O
, ’
, -
. T
:

	For the year ended December 31,	
	2018	2017
	(RMB’000)	*(RMB’000)*
I	**3,683**	4,960
E /( )	**4,074**	(14,930)
B	**(8,850)**	(8,371)
A	**(5,511)**	(5,465)
O	**(567)**	(457)
Finance expenses – net	**(7,171)**	(24,263)

D R P , G
RMB7.2 , RMB17.1
2017, RMB4.1
R P , RMB14.9
2017.

4.1.8 Investment Losses

O

T

:

	For the year ended December 31,	
	2018	2017
	(RMB'000)	*(RMB'000)*
S	**(10,029)**	(6,462)
G	**1,727**	350
	(8,302)	(6,112)

D R P , RMB8.3 ,
RMB2.2
2017, G '
C Y H H K H

4.1.12 Total Comprehensive Income

T -
S C
:

	For the year ended December 31,	
	2018	2017
	(RMB'000)	*(RMB'000)*
E /( )	**4,074**	(14,930)
W - -	**—**	(7,215)
R	**(2,755)**	11,969
Total impact of non-recurring items (before income tax)	**1,319**	(10,176)
Total impact of non-recurring items (after income tax)	**60**	(9,887)

E - ,
S C R
P RMB80.5 , 36.4%
2017 (-),

I	P II W B C W H E M C (2F 11F)
A	S W H E M C , C S , W C P , PRC
L	W G (2012) N . 3-289403
I G	75%
L (A .) (S . .)	6,602.26
T (A .) (S . .)	11,850.34
U	C ,
W	N - , J 29, 2043,

4.2.5 Other Non-current Financial Assets

A D 31, 2018, - RMB51.0 (D 31, 2017: - - RMB50.0), . D R P , - RMB1.0 .

4.2.6 Accounts Payable

A D 31, 2018, RMB73.6 (D 31, 2017: RMB83.8), W G .

4.2.7 Contract Liability

A D 31, 2018, RMB2.2 (D 31, 2017: RMB7.5).

4.2.8 Other Payables

A D 31, 2018, RMB129.8 (D 31, 2017: RMB99.8), C S G .

Category of personnel	Number of persons granted (person)	Number of Shares granted (Share)	Number of grant

12.2 Consolidated Annual Financial Information

T C A F I G
C A S B E :

12.2.1 Consolidated Income Statement

(A RMB Y)

Item	Year Ended December 31, 2018	2017 (R)
1. Revenue	**745,971,888**	666,435,528
L : C	**(493,729,636)**	(449,331,902)
T	**(5,720,201)**	(9,780,313)
S	**(5,141,918)**	(1,752,173)
G	**(98,001,249)**	(90,180,597)

12.2.2 Annual Consolidated Balance Sheets

(A RMB Y)

ASSETS	December 31, 2018	D 31, 2017 (R)
Current assets		
C	**187,076,694**	279,334,159
A	**299,750,063**	232,179,323
O	**58,051,581**	43,447,939
A	**16,683,839**	11,132,676
I	**20,813,747**	23,532,469
C -	**12,688,704**	12,688,704
Total current assets	**595,064,628**	602,315,270
Non-current assets		
A - -	**— —**	50,000,000
O -	**50,974,323**	
L -	**100,321,983**	89,683,865
I	**128,568,963**	128,568,963
F	**444,322,834**	502,649,528
C	**131,187,406**	22,290,670
I	**185,257,977**	151,842,863
G	**19,296,005**	4,823,557
L -	**144,386,669**	96,335,653
D	**33,825,347**	22,571,944
O -	**7,517,900**	19,318,211
Total non-current assets	**1,245,659,407**	1,088,085,254
TOTAL ASSETS	**1,840,724,035**	1,690,400,524

LIABILITIES AND OWNERS' EQUITY	December 31, 2018	D 31, 2017 (R)
Current liabilities		
S -	**145,000,000**	90,000,000
A	**73,644,717**	83,787,338
A	**—**	7,511,284
C	**2,244,706**	
E	**28,270,410**	23,714,318
T	**41,119,676**	34,912,381
O	**129,807,988**	99,796,754

12.2.3 Annual Consolidated Statements of Cash Flow

(A RMB Y)

Item	Year Ended December 31, 2018	2017
1. Cash flows from operating activities		
C	**654,660,709**	502,692,532
C	**31,999,794**	35,442,492
Sub-total of cash inflows	**686,660,503**	538,135,024
C	**(241,731,386)**	(172,416,737)
C	**(218,086,294)**	(158,956,031)
P	**(39,374,238)**	(47,590,827)
C	**(120,948,057)**	(77,672,510)
Sub-total of cash outflows	**(620,139,975)**	(456,636,105)
Net cash flows generated from operating activities	**66,520,528**	81,498,919
2. Cash flows from investing activities		
C	**—**	5,675,000
C	**363,629,965**	310,446,972
Sub-total of cash inflows	**363,629,965**	316,121,972
C	**(145,499,984)**	(208,923,550)
C	**(25,190,000)**	(60,498,286)
A S ,	**(17,520,196)**	
C	**(330,900,393)**	(270,328,000)
Sub-total of cash outflows	**(519,110,573)**	(539,749,836)
Net cash flows used in investing activities	**(155,480,608)**	(223,627,864)

Item	Year Ended December 31, 2018	2017
3. Cash flows generated from financing activities		
C	**34,820,000**	27,020,000
I : C		
- S S	**12,910,000**	27,020,000
C	**190,440,000**	90,000,000
C	**—**	300,000
Sub-total of cash inflows	**225,260,000**	117,320,000
C	**(169,285,600)**	(107,650,190)
C	**(18,600,234)**	(27,084,188)
C	**—**	(4,485,351)
Sub-total of cash outflows	**(187,885,834)**	(139,219,729)
Net cash flows generated from/(used in) financing activities	**37,374,166**	(21,899,729)
4. Effect of changes in foreign exchange rate	**1,113,949**	(5,596,209)
5. Net decrease in cash and cash equivalents	**(50,471,965)**	(169,624,883)
A : C	**237,538,659**	407,163,542
6. Cash and cash equivalents at end of the year	**187,066,694**	237,538,659

	Equity attributable to owners of the parent company					
	Share capital	Capital surplus	Surplus reserve	Retained earnings	Non-controlling interests	Total owners' equity
Balance at January 1, 2017	73,040,000	795,604,861	18,548,942	121,190,550	32,985,630	1,041,369,983
Movements for the year ended December 31, 2017						
T						
N				49,070,774	(1,235,016)	47,835,758
C						
C S					27,020,000	27,020,000
S -		412,805				412,805
O		12,226,520			(108,251)	12,118,269
P						
A			5,161,070	(5,161,070)		
P				(18,260,000)		(18,260,000)
Balance at December 31, 2017	73,040,000	808,244,186	23,710,012	146,840,254	58,662,363	1,110,496,815

12.3 Notes to the Consolidated Annual Financial Information prepared in accordance with the China Accounting Standard for Business Enterprises

12.3.1 Accounts receivable

	December 31, 2018 RMB	D 31, 2017 RMB
D	**6,749,917**	2,250,000
D	**318,519,503**	245,277,585
S	**325,269,420**	247,527,585
L : P	**(25,519,357)**	(15,348,262)
	299,750,063	232,179,323

A G , .

A :

	December 31, 2018 RMB	D 31, 2017 RMB
W 1	**261,000,854**	215,379,873
1 - 2	**51,396,190**	29,274,942
2 - 3	**12,862,881**	2,441,995
O 3	**9,495**	430,775
	325,269,420	247,527,585

12.3.2 *Accounts payable*

T :

	December 31, 2018 RMB	D 31, 2017 RMB
W 3	**43,099,493**	42,078,771
3- 6	**3,971,590**	7,390,442
6-12	**836,832**	20,516,232
1 - 2	**25,470,222**	13,579,346
2 - 3	**50,357**	68,731
O 3	**216,223**	153,816
	73,644,717	83,787,338

12.3.3 *Revenue and cost of sales*

	Year ended December 31, 2018 Revenue	Cost	Y R	D 31, 2017 C
M	**726,399,201**	**485,028,916**	546,561,325	354,933,687
O	**19,572,687**	**8,700,720**	119,874,203	94,398,215
	745,971,888	**493,729,636**	666,435,528	449,331,902

Revenue and cost of sale from main businesses

	Year ended December 31, 2018 Revenue	Cost	Y R	D 31, 2017 C
P	**167,103,194**	**140,329,511**	130,681,392	107,405,332
T	**539,548,284**	**331,883,344**	389,493,815	235,838,816
M	**19,747,723**	**12,816,061**	26,386,118	11,689,539
	726,399,201	**485,028,916**	546,561,325	354,933,687

Revenue and cost of sale from other businesses

	Year ended December 31, 2018		Y D	31, 2017
	Revenue	Cost	R	C
R	**9,471,045**	**7,260,685**	111,196,703	93,079,858
R	**7,568,944**	**—**	6,359,631	
O	**2,532,698**	**1,440,035**	2,317,869	1,318,357
	19,572,687	**8,700,720**	119,874,203	94,398,215

12.3.4 Earnings per Share

Basic earning per Share

	Year ended December 31,	
	2018	2017
	RMB	RMB
T S C ( )	**80,226,677**	49,070,774
W S C ( )	**73,040,000**	73,040,000
B S	**1.10**	0.67

( ) F S
J 13, 2018, C 2,460,000 S
E I S . C RMB369,000
S S
S C
S 2018. I , 2,460,000 S
S C .

T

:

	Year ended December 31,	
	2018	2017
P	**106,910,268**	69,862,675
I		
25%	**26,727,567**	17,465,669
E	**3,898,294**	3,741,704
A	**2,553,569**	579,395
	(850,617)	
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Wenzhou Kangning Hospital Co., Ltd.
GUAN Weili
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A , C ' D M . GUAN W , M . WANG L M . WANG H ; - D M . YANG Y M . LIN L ; - D M . CHONG Y K , M . HUANG