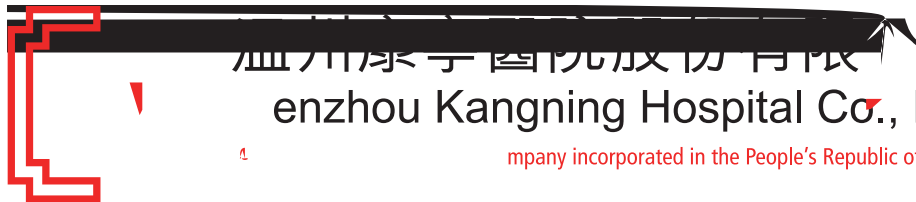


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温州康宁医院股份有限公司
Wenzhou Kangning Hospital Co., Ltd.

Company incorporated in the People's Republic of China

A... C... (Supplementary Independent Investigation.)
 C... A... 11, 2023, (Supplementary Report of the Independent Investigation.)
 12, 2023, C...
)

Summary of Key Findings of the Supplementary Report of the Independent Investigation

Alleged Area I: Cash flows in the personal bank accounts of key financial personnel

W... A... W... C... 1443 W...

1. W... A... W... 1443
2. W... W... (W... 1443 ...) C...

3. $\lim_{x \rightarrow 0} \frac{\sin x}{x} = 1$ (using the definition of the derivative of $\sin x$ at $x=0$)

1443

3. $\frac{w}{w}$ $\frac{w}{w}$ A $\frac{w}{w}$ C

4. $\frac{w}{w}$ A $\frac{w}{w}$ C

$\frac{w}{w}$ A A

1. $\frac{w}{w}$ A $\frac{w}{w}$

B $\frac{w}{w}$ $\frac{w}{w}$ A $\frac{w}{w}$ A $\frac{w}{w}$ 28, 2022 $\frac{w}{w}$ B15,816,447. $\frac{w}{w}$ A $\frac{w}{w}$ C

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- [illegible]

Key Internal Control Issues	Rectifications
Entity-Level Review by COSO Framework	
Control Environment – Conflict of Interest Reporting Mechanism A conflict of interest reporting mechanism is a process that allows employees to report potential conflicts of interest to the appropriate authority. This mechanism is essential for maintaining the integrity of the organization and ensuring that all transactions are conducted in a fair and transparent manner. The mechanism should be designed to be confidential and to provide a clear path for reporting and resolution. It should also be communicated to all employees and should be regularly reviewed and updated to reflect changes in the organization's structure and operations. The mechanism should be designed to be confidential and to provide a clear path for reporting and resolution. It should also be communicated to all employees and should be regularly reviewed and updated to reflect changes in the organization's structure and operations.	The conflict of interest reporting mechanism is a process that allows employees to report potential conflicts of interest to the appropriate authority. This mechanism is essential for maintaining the integrity of the organization and ensuring that all transactions are conducted in a fair and transparent manner. The mechanism should be designed to be confidential and to provide a clear path for reporting and resolution. It should also be communicated to all employees and should be regularly reviewed and updated to reflect changes in the organization's structure and operations.

Key Internal Control Issues	Rectifications
Entity-Level Review by COSO Framework	
Control Environment – Succession Plan The Board of Directors has approved a succession plan for the CEO and other key executives. The plan includes a process for identifying potential successors, evaluating their qualifications, and providing them with the necessary training and experience. The plan also includes a process for monitoring the progress of the succession process and making adjustments as needed.	
Risk Assessments – Anti-Money Laundering Mechanism The Board of Directors has approved a risk assessment process for the Anti-Money Laundering (AML) mechanism. The process includes a process for identifying potential risks, evaluating their severity, and implementing controls to mitigate the risks. The process also includes a process for monitoring the effectiveness of the controls and making adjustments as needed.	The Board of Directors has approved a risk assessment process for the Anti-Money Laundering (AML) mechanism. The process includes a process for identifying potential risks, evaluating their severity, and implementing controls to mitigate the risks. The process also includes a process for monitoring the effectiveness of the controls and making adjustments as needed.

Key Internal Control Issues	Rectifications
Activity-level review	
Revenue and Accounts Receivable Management – Bad Debt Provision At the end of the year, the Accounts Receivable balance was \$1,200,000. The company's policy is to provide for bad debts at 60% of the Accounts Receivable balance. The provision for bad debts was \$720,000. The company's policy is to provide for bad debts at 100% of the Accounts Receivable balance. The provision for bad debts was \$1,200,000. The company's policy is to provide for bad debts at 100% of the Accounts Receivable balance. The provision for bad debts was \$1,200,000.	The company's policy is to provide for bad debts at 60% of the Accounts Receivable balance. The provision for bad debts was \$720,000. The company's policy is to provide for bad debts at 100% of the Accounts Receivable balance. The provision for bad debts was \$1,200,000. The company's policy is to provide for bad debts at 100% of the Accounts Receivable balance. The provision for bad debts was \$1,200,000.
Bank and Cash Management – Charitable Donation Management The company's policy is to provide for bad debts at 60% of the Accounts Receivable balance. The provision for bad debts was \$720,000. The company's policy is to provide for bad debts at 100% of the Accounts Receivable balance. The provision for bad debts was \$1,200,000. The company's policy is to provide for bad debts at 100% of the Accounts Receivable balance. The provision for bad debts was \$1,200,000.	The company's policy is to provide for bad debts at 60% of the Accounts Receivable balance. The provision for bad debts was \$720,000. The company's policy is to provide for bad debts at 100% of the Accounts Receivable balance. The provision for bad debts was \$1,200,000. The company's policy is to provide for bad debts at 100% of the Accounts Receivable balance. The provision for bad debts was \$1,200,000.

Key Internal Control Issues	Rectifications
Activity-level review	
	During the activity-level review, the Internal Control Adviser identified several key internal control issues related to the company's financial reporting process. The issues were primarily related to the lack of segregation of duties and the absence of a formalized control environment. The Internal Control Adviser recommended that the company implement a series of controls to address these issues, including the implementation of a formalized control environment and the segregation of duties. The company has agreed to implement these controls and has provided a timeline for completion. The Internal Control Adviser will continue to monitor the company's progress in implementing these controls and will provide further guidance as needed. The Internal Control Adviser also identified several key internal control issues related to the company's operational processes. The issues were primarily related to the lack of documentation and the absence of a formalized control environment. The Internal Control Adviser recommended that the company implement a series of controls to address these issues, including the implementation of a formalized control environment and the documentation of all operational processes. The company has agreed to implement these controls and has provided a timeline for completion. The Internal Control Adviser will continue to monitor the company's progress in implementing these controls and will provide further guidance as needed.

Views of the Internal Control Adviser

The Internal Control Adviser has reviewed the company's internal control system and has identified several key internal control issues. The issues are related to the lack of segregation of duties, the absence of a formalized control environment, and the lack of documentation. The Internal Control Adviser has recommended that the company implement a series of controls to address these issues. The company has agreed to implement these controls and has provided a timeline for completion. The Internal Control Adviser will continue to monitor the company's progress in implementing these controls and will provide further guidance as needed.

Views of the Audit Committee and the Board

The Audit Committee and the Board have reviewed the Internal Control Adviser's report and have agreed to implement the recommended controls. The Audit Committee will monitor the company's progress in implementing these controls and will provide further guidance as needed. The Board will also monitor the company's progress in implementing these controls and will provide further guidance as needed.

B. 2022年11月11日，公司召开2022年第三次临时股东大会，审议通过《关于续聘会计师事务所的议案》，续聘瑞华会计师事务所（特殊普通合伙）为公司2022年度审计机构，自2022年12月1日起生效。

CONTINUED SUSPENSION OF TRADING

As of the reporting period, the Company's shares have been suspended from trading on the Shanghai Stock Exchange since November 1, 2022. The Company's shares will continue to be suspended from trading until the Company's shares are delisted from the Shanghai Stock Exchange.

Shareholders and potential investors of the Company are reminded to rationally deal with any information not officially released by the Company, and Shareholders and potential investors of the Company should exercise caution when dealing in the shares of the Company.

B. 2022年11月11日，公司召开2022年第三次临时股东大会，审议通过《关于续聘会计师事务所的议案》，续聘瑞华会计师事务所（特殊普通合伙）为公司2022年度审计机构，自2022年12月1日起生效。

Wenzhou Kangning Hospital Co., Ltd.
GUAN Weili
C. 2022年11月11日

2022年11月14日，公司召开2022年第三次临时股东大会，审议通过《关于续聘会计师事务所的议案》，续聘瑞华会计师事务所（特殊普通合伙）为公司2022年度审计机构，自2022年12月1日起生效。

A. 2022年11月14日，公司召开2022年第三次临时股东大会，审议通过《关于续聘会计师事务所的议案》，续聘瑞华会计师事务所（特殊普通合伙）为公司2022年度审计机构，自2022年12月1日起生效。