



溫州康寧醫院股份有限公司

Wenzhou Kangning Hospital Co., Ltd.

(*)

Company incorporated in the People's Republic of China

A. (Supplementary Independent Investigation.)

C. A. 11, 2023,

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

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

A. 1443 C.

1. A. 1443

2. (1443 C.)

Alleged Area II: Cash flows in the personal bank accounts of a certain employee from the Social Work Department

1. **Employee.** (C) 28, 2023

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(1) W and W' are $\mathbb{A}^1$ -homotopy equivalent. W is a $\mathbb{A}^1$ -homotopy fiber of $\mathcal{A}^1$ and W' is a $\mathbb{A}^1$ -homotopy fiber of $\mathcal{A}^1$.

[illegible]

3.

4. 

Major Limitations on the Review Scope of the Supplementary Report of the Independent Investigation

- (i) The scope of the review was limited to the period from January 1, 2021, to December 31, 2021, and did not cover the period from January 1, 2020, to December 31, 2019.
- (ii) The scope of the review was limited to the period from January 1, 2021, to December 31, 2021, and did not cover the period from January 1, 2020, to December 31, 2019.

Opinions of the Independent Investigation Committee and the Board on the Supplementary Report of the Independent Investigation

The Independent Investigation Committee and the Board have reviewed the Supplementary Report of the Independent Investigation and have concluded that the report is reliable and that the findings are accurate. The Committee and the Board have also concluded that the findings of the report are consistent with the findings of the Internal Control Review.

KEY FINDINGS OF INTERNAL CONTROL REVIEW

Background

A. The Internal Control Review was conducted on January 15, 2022, and the findings were reported in the Internal Control Review Report.

1. 2017年12月，公司收到中国证监会《中国证监会行政处罚决定书》（2017年12月），对公司2017年12月1日至2017年12月31日期间，公司存在未按规定披露信息的行为，予以行政处罚。
2. 2018年1月，公司收到中国证监会《中国证监会行政处罚决定书》（2018年1月），对公司2018年1月1日至2018年1月31日期间，公司存在未按规定披露信息的行为，予以行政处罚。
3. 2018年2月，公司收到中国证监会《中国证监会行政处罚决定书》（2018年2月），对公司2018年2月1日至2018年2月28日期间，公司存在未按规定披露信息的行为，予以行政处罚。
4. 2018年3月，公司收到中国证监会《中国证监会行政处罚决定书》（2018年3月），对公司2018年3月1日至2018年3月31日期间，公司存在未按规定披露信息的行为，予以行政处罚。

Major Internal Control Issues and Rectifications

2017年12月，公司收到中国证监会《中国证监会行政处罚决定书》（2017年12月），对公司2017年12月1日至2017年12月31日期间，公司存在未按规定披露信息的行为，予以行政处罚。2018年1月，公司收到中国证监会《中国证监会行政处罚决定书》（2018年1月），对公司2018年1月1日至2018年1月31日期间，公司存在未按规定披露信息的行为，予以行政处罚。2018年2月，公司收到中国证监会《中国证监会行政处罚决定书》（2018年2月），对公司2018年2月1日至2018年2月28日期间，公司存在未按规定披露信息的行为，予以行政处罚。2018年3月，公司收到中国证监会《中国证监会行政处罚决定书》（2018年3月），对公司2018年3月1日至2018年3月31日期间，公司存在未按规定披露信息的行为，予以行政处罚。

Key Internal Control Issues	Rectifications
Entity-Level Review by COSO Framework	
Control Environment – Succession Plan As of 31 December 2019, the Group had 10,000 employees. The Group has a succession plan in place for key management personnel. The plan is reviewed annually by the Board of Directors. The plan identifies key management personnel and their roles, and outlines the process for identifying and developing potential successors. The plan also includes measures to ensure the continuity of the Group's operations in the event of the departure of key management personnel.	
Risk Assessments – Anti-Money Laundering Mechanism The Group has a risk assessment mechanism in place for anti-money laundering. The mechanism is designed to identify and assess the risks of money laundering and terrorist financing. The mechanism includes a risk assessment framework, a risk assessment process, and a risk assessment report. The risk assessment framework identifies the risks of money laundering and terrorist financing, and assesses the risks based on the Group's business activities, the Group's customers, and the Group's geographical presence. The risk assessment process involves the identification of risks, the assessment of risks, and the implementation of controls to mitigate risks. The risk assessment report provides a summary of the risks and the controls implemented to mitigate risks.	
Control Activities – Policies and Procedures The Group has a control activities framework in place for policies and procedures. The framework is designed to ensure the effectiveness of the Group's internal control system. The framework includes a control activities framework, a control activities process, and a control activities report. The control activities framework identifies the control activities that are required to ensure the effectiveness of the internal control system, and assesses the risks of control activities. The control activities process involves the identification of control activities, the assessment of control activities, and the implementation of controls to mitigate risks. The control activities report provides a summary of the control activities and the controls implemented to mitigate risks.	

Key Internal Control Issues	Rectifications
Activity-level review	
Revenue and Accounts Receivable Management – Bad Debt Provision As at 31 March 2019, the total amount of accounts receivable was HK\$1,000,000. The management has provided a bad debt provision of HK\$100,000. The provision is based on the management's assessment of the collectability of the accounts receivable. The management has reviewed the accounts receivable aging schedule and the historical bad debt experience. The management has concluded that the provision is adequate.	A C A 60% 100% C
Bank and Cash Management – Charitable Donation Management The management has implemented a system of internal control over the bank and cash management. The system includes the following controls: - The management has established a policy that all bank and cash transactions must be authorized by the management. - The management has established a policy that all bank and cash transactions must be recorded in the accounting system. - The management has established a policy that all bank and cash transactions must be reconciled with the bank statements. - The management has established a policy that all bank and cash transactions must be reviewed by the management.	A A A W A

B. 2022年11月11日
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CONTINUED SUSPENSION OF TRADING

A. 2022年11月11日
 C. 2022年11月11日
 9:00
 A. 2022年11月11日
 C. 2022年11月11日
 C. 2022年11月11日

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

C. 2022年11月11日
 A. 2022年11月11日
 14, 2023

A. 2022年11月11日
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 C. 2022年11月11日