

A. BASES

The Directors have prepared the estimate of the consolidated operating loss and the estimate of the consolidated loss attributable to the equity holders of the Company for the year ended December 31, 2020 based on the audited consolidated results of the Group for the nine months ended September 30, 2020, the unaudited consolidated results of the Group for the two months ended November 30, 2020 and an estimate of the consolidated results of the Group for the remaining one month ended December 31, 2020.

The estimate has been prepared on a basis consistent in all material respects with the accounting policies currently adopted by the Group as set out in the Accountant's Report, the text of which is set forth in Appendix I to this prospectus.

B. LOSS ESTIMATE FOR THE YEAR ENDED DECEMBER 31, 2020

On the basis set out in Appendix III to this prospectus, and in the absence of unforeseen circumstances, we estimate that our unaudited consolidated operating loss and our unaudited consolidated loss attributable to the equity holders of our Company are as follows:

Estimated consolidated operating loss for the year ended December 31, 2020	Not more than RMB10.4 billion (equivalent to approximately HK\$12.4 billion)
Estimated consolidated loss attributable to the equity holders of our Company for the year ended December 31, 2020	Not more than RMB116.7 billion (equivalent to approximately HK\$139.5 billion)

C. LETTER FROM THE REPORTING ACCOUNTANT

The following is the text of a letter received from PricewaterhouseCoopers, Certified Public Accountants, Hong Kong, for the purpose of incorporation in this prospectus.



羅兵咸永道

The Board of Directors
Kuaishou Technology

Morgan Stanley Asia Limited
Merrill Lynch Far East Limited
China Renaissance Securities (Hong Kong) Limited

January 26, 2021

Dear Sirs,

Kuaishou Technology (the “**Company**”)

Loss Estimate for Year Ended December 31, 2020

We refer to the estimate of the consolidated operating loss and the estimate of the consolidated loss attributable to equity holders of the Company for the year ended December 31, 2020 (the “**Loss Estimate**”) set forth in “Appendix III — Loss Estimate for the year ended December 31, 2020” in the prospectus of the Company dated January 26, 2021 (the “**Prospectus**”).

Directors’ Responsibilities

The Loss Estimate has been prepared by the directors of the Company based on the audited consolidated results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the nine months ended September 30, 2020, the unaudited consolidated results based on the management accounts of the Group for the two months ended November 30, 2020 and an estimate of the consolidated results of the Group for the remaining one month ended December 31, 2020.

The Company’s directors are solely responsible for the Loss Estimate.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies Hong Kong Standard on Quality Control 1 issued by the HKICPA and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Reporting Accountant's Responsibilities

Our responsibility is to express an opinion on the accounting policies and calculations of the Loss Estimate based on our procedures.

We conducted our engagement in accordance with Hong Kong Standard on Investment Circular Reporting Engagements 500 "Reporting on Profit Forecasts, Statements of Sufficiency of Working Capital and Statements of Indebtedness" and with reference to Hong Kong Standard on Assurance Engagements 3000 (Revised) "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" issued by the HKICPA. Those standards require that we plan and perform our work to obtain reasonable assurance as to whether, so far as the accounting policies and calculations are concerned, the Company's directors have properly compiled the Loss Estimate in accordance with the bases adopted by the directors and as to whether the Loss Estimate is presented on a basis consistent in all material respects with the accounting policies normally adopted by the Group. Our work is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing issued by the HKICPA. Accordingly, we do not express an audit opinion.

Opinion

In our opinion, so far as the accounting policies and calculations are concerned, the Loss Estimate has been properly compiled in accordance with the bases adopted by the directors as set out in Appendix III of the Prospectus and is presented on a basis consistent in all material respects with the accounting policies normally adopted by the Group as set out in our accountant's report dated January 26, 2021, the text of which is set out in Appendix I of the Prospectus.

Yours faithfully,

PricewaterhouseCoopers

Certified Public Accountants

Hong Kong

D. LETTER FROM THE JOINT SPONSORS ON LOSS ESTIMATE

The following is the text of a letter prepared for inclusion in this prospectus by the Joint Sponsors in connection with the estimate of the consolidated operating loss and the estimate of consolidated loss attributable to equity holders of the Company for the year ended December 31, 2020.

January 26, 2021

The Directors
Kuaishou Technology
PO Box 309, Ugland House
Grand Cayman, KY1-1104
Cayman Islands

Dear Sirs,

We refer to the estimate of the consolidated operating loss and the estimate of the consolidated loss attributable to the equity holders of Kuaishou Technology (the “**Company**”, together with its subsidiaries and consolidated affiliated entities, hereinafter collectively referred to as the “**Group**”) for the year ended December 31, 2020 (the “**Loss Estimate**”) as set out in this document issued by the Company dated January 26, 2021 (the “**Document**”).

The Loss Estimate, for which you as the Directors of the Company (the “**Directors**”) are solely responsible, has been prepared based on the audited consolidated results of the Group for the nine months ended September 30, 2020, the unaudited consolidated results based on the management accounts of the Group for the two months ended November 30, 2020 and an estimate of the consolidated results of the Group for the remaining one month ended December 31, 2020.

We have discussed with you the bases made by the Directors as set out in Appendix III to this document upon which the Loss Estimate has been made. We have also considered the letter dated January 26, 2021 addressed to you and us from PricewaterhouseCoopers regarding the accounting policies and calculations upon which the Loss Estimate has been made.

On the basis of the information comprising the Loss Estimate and on the basis of the accounting policies and calculations adopted by you and reviewed by PricewaterhouseCoopers, we are of the opinion that the Loss Estimate, for which you as Directors are solely responsible, has been made after due and careful enquiry.

Yours faithfully,
For and on behalf of
Morgan Stanley Asia Limited
Julia Xiao
Executive Director

Yours faithfully,
For and on behalf of
Merrill Lynch Far East Limited
Yvonne Lo
Managing Director

Yours faithfully,
For and on behalf of
China Renaissance Securities
(Hong Kong) Limited
Dennis Leung
Managing Director