

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



Shanghai Kindly Medical Instruments Co., Ltd.*

上海康德萊醫療器械股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 1501)

**ANNOUNCEMENT
INSIDE INFORMATION**

**APPLICATION FOR “FULL CIRCULATION” OF
CERTAIN DOMESTIC SHARES OF THE COMPANY**

This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

On 14 November 2019, the CSRC issued the “Guidelines on Application for “Full Circulation” of Domestic Unlisted Shares of H-share Companies” (CSRC Announcement [2019] No. 22) (《H股公司境內未上市股份申請「全流通」業務指引》(中國證券監督管理委員會公告[2019]22號)) and the supporting catalogue of materials for application for “Full Circulation” of H shares and key points for review and of concern, to comprehensively roll out the “Full Circulation” reform of H shares.

Pursuant to the resolutions of the Board dated 25 May 2021, among others, the Board has received proposals from the following Shareholders (the “**Converting Shareholders**”) of conversion of certain of their Domestic Shares to H Shares and the listing thereof on the Stock Exchange (the “**Proposed Conversion and Listing**”):

Name of Converting Shareholders	Number of Domestic Shares to be converted to H Shares	Number of Shares held after the Proposed Conversion
Shanghai Kindly Enterprise Development Group Co., Ltd.* (上海康德萊企業發展集團股份有限公司)	42,857,142 Domestic Shares	42,857,142 H Shares
Ningbo Huaige Taiyi Equity Investment Partnership (Limited Partnership) (寧波懷格泰益股權投資合夥企業(有限合夥))	15,356,250 Domestic Shares	9,843,750 Domestic Shares and 15,356,250 H Shares

As of the date of this announcement, the aforementioned 58,213,392 Domestic Shares (the “**Converting Domestic Shares**”) represent 48.51% of the total number of Domestic Shares in issue and will represent 35.07% and 55.86% of total number of Shares and H Shares in issue, respectively, upon completion of the Proposed Conversion and Listing.

The Converting Shareholders have entrusted and authorized the Company to apply to the CSRC for “Full Circulation” of the aforementioned 58,213,392 Domestic Shares and proceed with other matters related to the application for the Proposed Conversion and Listing.

The Proposed Conversion and Listing is still subject to, among others, the performance of necessary decision-making procedures by the Company, approval by the CSRC, completion of share transfer registration with China Securities Depository and Clearing Corporation Limited, registration of the Converting Domestic Shares with the Company’s H share registrar, approval by the Stock Exchange, and other relevant procedures as required by the Stock Exchange and other relevant domestic and overseas regulatory authorities. Investors are advised to pay attention to investment risks.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions shall have the following meanings:

“Board”	the board of Directors
“Company”	Shanghai Kindly Medical Instruments Co., Ltd.* (上海康德萊醫療器械股份有限公司), a joint stock company incorporated in the PRC with limited liability, the H Shares of which are listed on the Stock Exchange (stock code: 1501)
“CSRC”	China Securities Regulatory Commission (中國證券監督管理委員會)
“Director(s)”	the director(s) of the Company
“Domestic Shares”	ordinary share(s) in the share capital of the Company, with a nominal value of RMB1.00 each, which are subscribed for and paid up in RMB and are unlisted Shares which are currently not listed or traded in any stock exchange
“H Shares”	overseas listed foreign invested ordinary share(s) in the share capital of the Company, with a nominal value of RMB1.00 each
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	the People’s Republic of China, for the purpose of this announcement, excluding Hong Kong Special Administrative Region of the PRC, Macau Special Administrative Region of the PRC and Taiwan
“RMB”	Renminbi, the lawful currency of the PRC
“SFO”	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Share(s)”	share(s) in the share capital of the Company, with a nominal value of RMB1.00 each, including the Domestic Share(s) and the H Share(s)

“Shareholder(s)”	holder(s) of the Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

By order of the Board
Shanghai Kindly Medical Instruments Co., Ltd.*
上海康德萊醫療器械股份有限公司
Dr. Liang Dongke
Chairman

Shanghai, the PRC
25 May 2021

As at the date of this announcement, the Board of Directors comprises Dr. Liang Dongke and Mr. Wang Cailiang as executive Directors, Mr. Zhang Weixin, Ms. Chen Hongqin and Mr. Fang Shengshi as non-executive Directors, and Mr. Dai Kerong, Mr. Jian Xigao, Dr. Ge Junbo and Mr. Hui Hung Kwan as independent non-executive Directors.

* *For identification purposes only*