

# ANNOUNCEMENT OF ALLOTMENT RESULTS

## SUMMARY

### NET PROCEEDS FROM THE GLOBAL OFFERING

- Based on the Offer Price of HK\$24.64 per Offer Share (excluding brokerage of 1.0%, SFC transaction levy of 0.0027%, FRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.005%), the net proceeds from the Global Offering to be received by the Company, after deduction of the underwriting commission, fees and other estimated expenses payable by the Company in connection with the Global Offering, and assuming the Over-allotment Option is not exercised, are estimated to be approximately HK\$278.1 million. The Company intends to apply such net proceeds in accordance with the purposes as set out in the section headed “Net Proceeds from the Global Offering” in this announcement.
- If the Over-allotment Option is fully exercised, the Company will receive additional net proceeds of approximately HK\$48.6 million for 2,055,000 additional Shares to be allotted and issued and based on the Offer Price of HK\$24.64 per Share. The allocation of the net proceeds will be adjusted on a pro-rata basis in accordance with the purposes set out in the section headed “Net Proceeds from the Global Offering” in this announcement in the event that the Over-allotment Option is exercised.

### APPLICATIONS AND INDICATIONS OF INTEREST RECEIVED

#### Hong Kong Public Offering

- The Offer Shares offered under the Hong Kong Public Offering were very significantly over-subscribed. A total of 9,320 valid applications have been received pursuant to the Hong Kong Public Offering through giving **electronic application instructions** to HKSCC via CCASS and through the **White Form eIPO** service ([www.eipo.com.hk](http://www.eipo.com.hk)) for a total of 62,017,000 Hong Kong Offer Shares, representing approximately over 45.27 times of the total number of 1,370,000 Hong Kong Offer Shares initially available for subscription under the Hong Kong Public Offering.
- Out of the 9,320 valid applications, there were 1,554 successful applicants that have been allocated with the Offer Shares under the Hong Kong Public Offering. Out of 1,554 successful applicants, 1,257 of them were allotted with one board lot of Offer Shares totalling 1,257,000 Shares.
- As the Hong Kong Public Offering has been over-subscribed by 15 times or more but less than 50 times of the total number of Offer Shares initially available under the Hong Kong Public Offering, the reallocation procedures as disclosed in the section headed “Structure of the Global Offering — The Hong Kong Public Offering — Reallocation” in the Prospectus have been applied and 2,740,000 Offer Shares have been reallocated from the International Offering to the Hong Kong Public Offering. The final number of Offer Shares under the Hong Kong Public

Offering is 4,110,000 Offer Shares, representing 30% of the total number of the Offer Shares initially available under the Global Offering (assuming the Over-allotment Option is not exercised).

### **International Offering**

- The Offer Shares initially offered under the International Offering have been slightly over-subscribed, with the total number of approximately 26,399,944 Offer Shares subscribed under the International Offering (including international placing amount divided by the Offer Price of HK\$24.64, rounded down to the nearest whole board lot of 1,000 Shares, plus the Offer Shares applied under the Preferential Offering), representing approximately 2.14 times of the total number of 12,330,000 Offer Shares initially available for subscription under the International Offering. The final number of Offer Shares under the International Offering is 9,590,000 Offer Shares (including 685,000 Reserved Shares offered under the Preferential Offering), representing 70% of the total number of Offer Shares under the Global Offering (assuming the Over-allotment is not exercised).
- There were a total of 110 places under the International Offering. A total of 71 places have been allotted five board lots of the Offer Shares or less, representing approximately 64.5% of 110 places under the International Offering. These places have been allotted 80,000 Offer Shares in total, representing approximately 0.6% of the Offer Shares initially available under the International Offering (assuming the Over-allotment Option is not exercised).

### **Preferential Offering**

- A total of 31 valid applications have been received pursuant to the Preferential Offering from Qualifying MicroPort Shareholders on **BLUE** Application Forms for a total of 2,148,944 Reserved Shares, representing approximately over 3.14 times of the total number of 685,000 Reserved Shares initially available for subscription under the Preferential Offering. The final number of Reserved Shares allocated under the Preferential Offering is 685,000 Reserved Shares, representing 5% of the total number of Offer Shares initially available under the Global Offering (assuming the Over-allotment Option is not exercised).

### **Cornerstone Investors**

- Based on the Offer Price of HK\$24.64 per Offer Share, and pursuant to the cornerstone investment agreements (the “**Cornerstone Investment Agreements**”) with the cornerstone investors, the cornerstone investors have subscribed for 8,905,000 Offer Shares, representing approximately 1.5% of the Company’s total issued share capital immediately upon completion of the Global Offering, and 65.0% of the total number of Offer Shares under the Global Offering, assuming the Over-allotment Option is not exercised. Please refer to the section headed “Cornerstone Investors” in the Prospectus for further details relating to the cornerstone investors.

## **Over-allotment Option**

In connection with the Global Offering, the Company has granted the Over-allotment Option to the International Underwriters, exercisable by the Joint Global Coordinators (for themselves and on behalf of the International Underwriters), at any time from the Listing Date to Sunday, August 7, 2022, being the 30th day after the last day for lodging applications under the Hong Kong Public Offering, to require the Company to allot and issue up to 2,055,000 additional Shares, representing 15% of the total number of Offer Shares initially available under the Global Offering, at the Offer Price under the International Offering to cover over-allocation in the International Offering. There has been an over-allocation of 2,055,000 Shares in the International Offering. Such over-allocation may be covered by exercising the Over-allotment Option or by making purchases in the secondary market or by a combination of these means. In the event the Over-allotment Option is exercised, an announcement will be made on the Company's website at [www.medneurotech.com](http://www.medneurotech.com) and the Stock Exchange's website at [www.hkexnews.hk](http://www.hkexnews.hk). As of the date of this announcement, the Over-allotment Option has not been exercised.

## **LOCK-UP UNDERTAKINGS**

The Company, the Controlling Shareholders, the cornerstone investors and the Pre-IPO Investors are subject to certain lock-up undertakings as set out in the paragraph headed "Lock-up Undertakings" in this announcement.

## **RESULTS OF ALLOCATIONS**

- The level of indication of interest in the International Offering, the level of applications in the Hong Kong Public Offering and the Preferential Offering and the basis of allocation of the Hong Kong Offer Shares and the Reserved Shares will be announced on Thursday, July 14, 2022 on the Company's website at [www.medneurotech.com](http://www.medneurotech.com) and the Stock Exchange's website at [www.hkexnews.hk](http://www.hkexnews.hk).
- The results of allocations and the Hong Kong identity card/passport/Hong Kong business registration numbers of successful applicants will be available at the times and dates and in the manner specified below:
  - in the announcement to be posted on the Company's website at [www.medneurotech.com](http://www.medneurotech.com) and the Stock Exchange's website at [www.hkexnews.hk](http://www.hkexnews.hk) by no later than 9:00 a.m. on Thursday, July 14, 2022;
  - from the designated results of allocations website at [www.iporesults.com.hk](http://www.iporesults.com.hk) (alternatively: English <https://www.eipo.com.hk/en/Allotment>; Chinese <https://www.eipo.com.hk/zh-hk/Allotment>) with a "search by ID" function on a 24-hour basis from 8:00 a.m. on Thursday, July 14, 2022 to 12:00 midnight on Wednesday, July 20, 2022; and

- by telephone enquiry line by calling +852 2862 8555 between 9:00 a.m. and 6:00 p.m. on Thursday, July 14, 2022, to Tuesday, July 19, 2022 (excluding Saturday and Sunday or public holiday in Hong Kong).
- This announcement contains a list of identification document numbers. Identification document numbers shown in the section headed “Results of Applications Made by **White Form eIPO**” refer to Hong Kong identity card numbers/passport numbers/Hong Kong business registration numbers/certificate of incorporation numbers/beneficial owner identification codes (if such applications are made by nominees as agent for the benefit of another person) whereas those displayed in the section headed “Results of Applications Made by Giving **Electronic Application Instructions** to HKSCC via CCASS” are provided by CCASS Participants via CCASS. Therefore, the identification document numbers shown in the two sections are different in nature. Please note that the list of identification document numbers in this announcement is not a complete list of successful applicants since only successful applicants whose identification document numbers are provided by CCASS Participants via CCASS are disclosed.
- Since applications are subject to personal information collection statements, beneficial owner identification codes displayed in the sections headed “Results of Applications Made by **White Form eIPO**” and “Results of Applications Made by Giving **Electronic Application Instructions** to HKSCC via CCASS” are redacted and not all details of applications are disclosed in this announcement.

## **DISPATCH/COLLECTION OF SHARE CERTIFICATES AND REFUND MONIES**

- Applicants who have applied for 100,000 or more Hong Kong Offer Shares through the **White Form eIPO** service, or for 100,000 or more Reserved Shares on a **BLUE** Application Form, and who have been successfully or partially successfully allocated Hong Kong Offer Shares or Reserved Shares and are eligible to collect Share certificates (where applicable) in person may collect their Share certificate(s) (where applicable) in person from the Hong Kong Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong, from 9:00 a.m. to 1:00 p.m. on Thursday, July 14, 2022 or such other date as notified by the Company in the newspapers.
- Applicants being individuals who are eligible for personal collection cannot authorize any other person to make collection on their behalf. Corporate applicants which are eligible for personal collection must attend by their authorized representatives bearing letters of authorization from their corporations stamped with the corporations’ chop. Both individuals and authorized representatives (if applicable) must produce, at the time of collection, evidence of identity acceptable to Hong Kong Share Registrar.

- Share certificates for Hong Kong Offer Shares allotted to applicants who applied through **White Form eIPO** service, or Reserved Shares who applied on **BLUE** Application Forms, which are either not available for personal collection, or which are available but are not collected in person within the time specified for collection, are expected to be dispatched by ordinary post to those entitled to the addresses specified in the relevant applications at their own risk on or before Thursday, July 14, 2022.
- Wholly or partially successful applicants who applied by giving **electronic application instructions** to HKSCC via CCASS will have their Share certificate(s) issued in the name of HKSCC Nominees Limited and deposited directly into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participant who gave **electronic application instructions** on their behalf on Thursday, July 14, 2022.
- Applicants who applied through a designated CCASS Participant (other than a CCASS Investor Participant) should check the number of Hong Kong Offer Shares allocated to them with that CCASS Participant.
- Applicants who applied for 100,000 or more Reserved Shares on **BLUE** Application Forms, and have provided all information required by their **BLUE** Application Forms may collect their refund cheque(s) (where applicable) from the Hong Kong Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong, from 9:00 a.m. to 1:00 p.m. on Thursday, July 14, 2022 or such other date as notified by the Company in the newspapers.
- Refund cheque(s) in respect of wholly or partially successful or unsuccessful applicants using **BLUE** Application Forms, which are either not available for personal collection or which are available but are not collected in person, are expected to be dispatched by ordinary post to those entitled at their own risk on or before Thursday, July 14, 2022. No interest will be paid thereon.
- Applicants who applied as a CCASS Investor Participant by giving **electronic application instructions** to HKSCC via CCASS should check and report any discrepancies to HKSCC before 5:00 p.m. on Thursday, July 14, 2022 or such other date as shall be determined by HKSCC or HKSCC Nominees. Applicants who applied as a CCASS Investor Participant by giving **electronic application instructions** to HKSCC via CCASS may also check the results of their applications and the amount of refund monies payable to them via the CCASS Phone System and the CCASS Internet System (under the procedures contained in HKSCC’s “An Operating Guide for Investor Participants” in effect from time to time). Immediately following the credit of the Hong Kong Offer Shares to the CCASS Investor Participants stock accounts and the credit of the refund monies to their respective designated bank account (if any), HKSCC will also make available to the CCASS Investor Participants an activity statement showing the number of the Hong Kong Offer Shares credited to their stock accounts and the amount of refund monies (if any) credited to their respective designated bank accounts.

- For applicants who have applied for the Hong Kong Offer Shares through the **White Form eIPO** service and paid the application monies through a single bank account, refund monies (if any) will be dispatched to their application payment bank account in the form of e-Refund payment instructions. For applicants who have applied for the Hong Kong Offer Shares through the **White Form eIPO** service and paid the application monies from multiple bank accounts, refund monies (if any) will be dispatched to the addresses specified on the **White Form eIPO** applications in the form of refund cheque(s) by ordinary post and at their own risk on or before Thursday, July 14, 2022.
- Refund monies (if any) for applicants who applied by giving **electronic application instructions** to HKSCC via CCASS are expected to be credited to the relevant applicants' designated bank accounts or the designated bank accounts of their broker or custodian on Thursday, July 14, 2022.
- Share certificates will only become valid certificates of title at 8:00 a.m. on Friday, July 15, 2022, provided that the Global Offering has become unconditional in all respects at or before that time and the right of termination as described in the paragraph headed "Underwriting — Underwriting Arrangements and Expenses — Hong Kong Public Offering — Grounds for Termination" in the Prospectus has not been exercised.
- The Company will not issue any temporary document of title in respect of the Hong Kong Offer Shares or Reserved Shares. No receipt will be issued for application monies received.

## **PUBLIC FLOAT**

Immediately following the completion of the Global Offering and before any exercise of the Over-allotment Option, over 25% of the total issued share capital of the Company will count towards the public float and is expected to satisfy the minimum percentage prescribed by Rule 8.08(1)(a) of the Listing Rules.

## **COMMENCEMENT OF DEALINGS**

Assuming that the Global Offering becomes unconditional in all aspects at or before 8:00 a.m. on Friday, July 15, 2022 (Hong Kong time), dealings in the Shares on the Stock Exchange are expected to commence at 9:00 a.m. on Friday, July 15, 2022 (Hong Kong time). The Shares will be traded in board lots of 1,000 Shares each. The stock code of the Shares is 2172.

**In view of the high concentration of shareholding in small number of Shareholders, Shareholders and prospective investors should be aware that the price of the Shares could move substantially even with a small number of Shares traded, and should exercise extreme caution when dealing in the Shares.**

## NET PROCEEDS FROM THE GLOBAL OFFERING

Based on the Offer Price of HK\$24.64 per Offer Share (excluding brokerage of 1.0%, SFC transaction levy of 0.0027%, FRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.005%), the net proceeds from the Global Offering to be received by the Company, after deduction of the underwriting commissions, fees and other estimated expenses payable by the Company in connection with the Global Offering, and assuming the Over-allotment Option is not exercised, are estimated to be approximately HK\$278.1 million. The Company intends to apply such net proceeds for the following purposes:

<b>Amount of the estimated net proceeds</b>	<b>Intended use of net proceeds</b>
30.0%, or approximately HK\$93.4 million	Research and development of therapeutic and access products for hemorrhagic stroke, cerebral atherosclerotic stenosis and AIS
20.0%, or approximately HK\$55.6 million	Commercialization of the Company's products for hemorrhagic stroke, cerebral atherosclerotic stenosis and AIS
15.0%, or approximately HK\$41.7 million	Expansion of the Company's manufacturing facility to increase the scale of the Company's production
20.0%, or approximately HK\$55.6 million	Expansion of the Company's global presence
10.0%, or approximately HK\$27.8 million	Advancing the Company's product portfolio through strategic acquisitions, investment, cooperation or a combination of these tactics
5.0%, or approximately HK\$13.9 million	Working capital and other general corporate purposes

If the Over-allotment Option is fully exercised, the Company will receive additional net proceeds of approximately HK\$48.6 million for 2,055,000 additional Shares to be allotted and issued and based on the Offer Price of HK\$24.64 per Share.

To the extent that the net proceeds from the Global Offering are not immediately applied to the above purposes and to the extent permitted by applicable laws and regulations, so long as it is deemed to be in the best interests of the Company, the Company may hold such funds in short-term demand deposits with licensed banks or authorized financial institutions in Hong Kong.

Please refer to the section headed "Future Plans and Use of Proceeds" in the Prospectus for further details.

# APPLICATIONS AND INDICATIONS OF INTEREST RECEIVED

## Hong Kong Public Offering

The Company announces that the Offer Shares offered under the Hong Kong Public Offering were very significantly over-subscribed. At the close of the application lists at 12:00 noon on Friday, July 8, 2022, a total of 9,320 valid applications have been received pursuant to the Hong Kong Public Offering through giving **electronic application instructions** to HKSCC via CCASS and through the **White Form eIPO** service ([www.eipo.com.hk](http://www.eipo.com.hk)) for a total of 62,017,000 Hong Kong Offer Shares, representing approximately over 45.27 times of the total number of 1,370,000 Hong Kong Offer Shares initially available for subscription under the Hong Kong Public Offering. Among which:

- 9,285 valid applications in respect of a total of 49,557,000 Hong Kong Offer Shares were for the Hong Kong Public Offering with an aggregate subscription amount based on the Offer Price of HK\$24.64 per Offer Share (excluding the brokerage, SFC transaction levy, FRC transaction levy and the Stock Exchange trading fee payable) of HK\$5.0 million or less, representing approximately over 72.35 times of the 685,000 Hong Kong Offer Shares initially comprised in Pool A; and
- 35 valid applications in respect of a total of 12,460,000 Hong Kong Offer Shares was for the Hong Kong Public Offering with an aggregate subscription amount based on the Offer Price of HK\$24.64 per Share (excluding the brokerage, SFC transaction levy, FRC transaction levy and the Stock Exchange trading fee payable) of more than HK\$5.0 million, representing approximately over 18.19 times of the 685,000 Hong Kong Offer Shares initially comprised in Pool B.

Four multiple or suspected multiple applications have been identified and rejected. No application has been rejected due to bounced cheque(s). No application has been rejected due to invalid application. No application for more than 685,000 Hong Kong Offer Shares (being 50% of the Hong Kong Offer Shares initially available under the Hong Kong Public Offering) has been identified.

Out of the 9,320 valid applications, there were 1,554 successful applicants that have been allocated with the Offer Shares under the Hong Kong Public Offering. Out of 1,554 successful applicants, 1,257 of them were allotted with one board lot of Offer Shares totalling 1,257,000 Offer Shares.

As the Hong Kong Public Offering has been over-subscribed by 15 times or more but less than 50 times of the total number of Offer Shares initially available under the Hong Kong Public Offering, the reallocation procedures as disclosed in the section headed “Structure of the Global Offering — The Hong Kong Public Offering — Reallocation” in the Prospectus have been applied and 2,740,000 Offer Shares have been reallocated from the International Offering to the Hong Kong Public Offering. The final number of Offer Shares under the Hong Kong Public Offering is 4,110,000 Offer Shares, representing 30% of the total number of the Offer Shares initially available under the Global Offering (assuming that the Over-allotment Option is not exercised).

The Hong Kong Offer Shares offered in the Hong Kong Public Offering were conditionally allocated on the basis set out in the paragraph headed “Basis of allocation under the Hong Kong Public Offering” below.

### **International Offering**

The Offer Shares initially offered under the International Offering have been slightly over-subscribed, with the total number of approximately 26,399,944 Offer Shares subscribed under the International Offering (including international placing amount divided by the Offer Price of HK\$24.64, rounded down to the nearest whole board lot of 1,000 Shares, plus the Offer Shares applied under the Preferential Offering), representing approximately 2.14 times of the total number of 12,330,000 Offer Shares initially available under the International Offering. The final number of Offer Shares under the International Offering is 9,590,000 Offer Shares (including 685,000 Reserved Shares offered under the Preferential Offering), representing 70% of the total number of Offer Shares under the Global Offering (assuming the Over-allotment Option is not exercised).

There were a total of 110 places under the International Offering. A total of 71 places have been allotted five board lots of the Offer Shares or less, representing approximately 64.5% of 110 places under the International Offering. These places have been allotted 80,000 Offer Shares in total, representing approximately 0.6% of the Offer Shares initially available under the International Offering (assuming the Over-allotment Option is not exercised).

### **Preferential Offering**

As at the close of the application lists at 12:00 noon on Friday, July 8, 2022, a total of 31 valid applications have been received pursuant to the Preferential Offering from the Qualifying MicroPort Shareholders on **BLUE** Application Forms for a total of 2,148,944 Reserved Shares, representing approximately over 3.14 times of the total number of 685,000 Reserved Shares available under the Preferential Offering.

No application has been identified and rejected for not being completed in accordance with the instructions set out in the **BLUE** Application Forms. No multiple or suspected multiple application has been identified and rejected. One application has been rejected due to bounced cheque(s).

The final number of Reserved Shares allocated under the Preferential Offering is 685,000 Reserved Shares, representing 5% of the total number of Offer Shares initially available under the Global Offering (assuming the Over-allotment Option is not exercised).

The Reserved Shares offered in the Preferential Offering were conditionally allocated on the basis set out in the paragraph headed “Basis of Allocation under the Preferential Offering” below.

### Cornerstone Investors

Based on the Offer Price of HK\$24.64 per Share, and pursuant to the Cornerstone Investment Agreements with the cornerstone investors as disclosed in the section headed “Cornerstone Investors” in the Prospectus, the shareholding information of the cornerstone investors is set out below:

Cornerstone Investor	Number of Offer Shares subscribed <sup>(1)</sup>	Assuming the Over-allotment Option is not exercised		Assuming the Over-allotment Option is fully exercised	
		Approximate % of the Offer Shares	Approximate % of total issued share capital of the Company	Approximate % of the Offer Shares	Approximate % of total issued share capital of the Company
Harvest International Premium Value (Secondary Market) Fund SPC on behalf of Harvest Great Bay Investment SP	5,937,000	43.3%	1.0%	37.7%	1.0%
XINHUANET CO., LTD.	2,968,000	21.7%	0.5%	18.8%	0.5%
<b>Total</b>	<b>8,905,000</b>	<b>65.0%</b>	<b>1.5%</b>	<b>56.5%</b>	<b>1.5%</b>

Notes:

(1) Subject to rounding down to the nearest whole board lot of 1,000 Shares.

(2) Due to rounding, percentages may not add up precisely to the totals.

To the best knowledge of the Company after making reasonable enquiries, (i) each of the cornerstone investors is an Independent Third Party; (ii) none of the cornerstone investors is accustomed to take instructions from the Company, its subsidiaries, the Directors, chief executive, Controlling Shareholders, substantial Shareholders, existing Shareholders or their respective close associates in relation to the acquisition, disposal, voting, or other disposition of Shares registered in its name or otherwise held by it; and (iii) none of the subscription of the relevant Offer Shares by any of the cornerstone investors is financed by the Company, the Directors, chief executives, Controlling Shareholders, substantial Shareholders, existing Shareholders or any of its subsidiaries or their respective close associates.

The cornerstone placing will form part of the International Offering and the cornerstone investors will not subscribe for any Offer Shares under the Global Offering (other than pursuant to the Cornerstone Investment Agreements). The Offer Shares to be subscribed by the cornerstone investors will rank *pari passu* in all respects with the fully paid Shares in issue and will be counted towards the public float of the Company under Rule 8.08 of the Listing Rules and in compliance with the requirement under Rule 8.08(3) of the Listing Rules. Immediately following the completion of the Global Offering, the cornerstone investors or their close associates will not, by virtue of their cornerstone investments, have any Board representation in the Company. Other than a guaranteed allocation of the relevant Offer Shares at the Offer Price, the cornerstone investors do not have any preferential rights in the Cornerstone Investment Agreements compared with other public Shareholders.

Each of the cornerstone investors confirms that its subscription under the cornerstone placing would be financed by its internal resources. There are no side arrangements or agreements between the Company and the cornerstone investors or any benefit, direct or indirect, conferred on the cornerstone investor by virtue of or in relation to the cornerstone placing, other than a guaranteed allocation of the relevant Offer Shares at the Offer Price.

Each of the cornerstone investors has agreed that, it will not, and will cause each of its affiliates not to, whether directly or indirectly, at any time during the period of six months from the Listing Date (the “**Lock-up Period**”), (i) dispose of, in any way, any of the Offer Shares it has purchased pursuant to the relevant Cornerstone Investment Agreement or any interest in any company or entity holding any of such Offer Shares; (ii) allow itself to undergo a change of control (as defined in The Codes on Takeovers and Mergers and Share Buy-backs promulgated by the SFC); (iii) agree or contract to, or publicly announce any intention to enter into a transaction with a third party for disposal of such Offer Shares; or (iv) enter into any transactions directly or indirectly with the same economic effect as any aforesaid transaction, save for certain limited circumstances, such as transfers to any of its wholly-owned subsidiaries which will be bound by the same obligations of such cornerstone investor, including the Lock-up Period restriction.

Please refer to the section headed “Cornerstone Investors” in the Prospectus for further details relating to the cornerstone investors.

Save as the Reserved Shares allocated to the Qualifying MicroPort Shareholders under the Preferential Offering, to the best knowledge, information and belief of the Directors, no Offer Shares placed by or through the Joint Global Coordinators or the Underwriters under the Global Offering have been placed with applicants who are core connected persons (as defined in the Listing Rules) or directors of the Company, or to any connected clients (as set out in paragraph 5(1) of the Placing Guidelines), or persons set out in paragraph 5(2) of the Placing Guidelines, whether in their own names or through nominees. The International Offering is in compliance with the Placing Guidelines.

The Directors confirm that (i) no placee will, individually, be placed more than 10% of the enlarged issued share capital of the Company immediately after the Global Offering; (ii) there will not be any new substantial shareholder (as defined in the Listing Rules) of the Company immediately after the Global Offering; (iii) the number of Shares in public hands will satisfy the minimum percentage as required under Rule 8.08 of the Listing Rules; (iv) the three largest public shareholders of the Company do not hold more than 50% of the Shares in public hands at the time of Listing in compliance with Rules 8.08(3) and 8.24 of the Listing Rules; and (v) there will be at least 300 Shareholders at the time of Listing in compliance with Rule 8.08(2) of the Listing Rules.

The Directors confirm that, to the best of their knowledge, (i) none of the Offer Shares subscribed by the placees and the public has been financed directly or indirectly by any of the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders, existing Shareholders or any of its subsidiaries or their respective close associates, and (ii) none of the placees and the public who has subscribed for the Offer Shares is accustomed to take instructions from any of the Directors, chief executive of the Company, the Controlling Shareholders, substantial Shareholders, existing Shareholders or any of its subsidiaries or their respective close associates in relation to the acquisition, disposal, voting or other disposition of the Shares registered in his/her/its name or otherwise held by him/her/it.

### **Over-allotment Option**

In connection with the Global Offering, the Company has granted the Over-allotment Option to the International Underwriters, exercisable by the Joint Global Coordinators (for themselves and on behalf of the International Underwriters), at any time from the Listing Date to Sunday, August 7, 2022, being the 30th day after the last day for lodging applications under the Hong Kong Public Offering, to require the Company to allot and issue up to 2,055,000 additional Offer Shares, representing 15% of the total number of Offer Shares initially available under the Global Offering, at the Offer Price under the International Offering to cover over-allocation in the International Offering. There has been an over-allocation of 2,055,000 Shares in the International Offering. Such over-allocation may be covered by exercising the Over-allotment Option or by making purchases in the secondary market or by a combination of these means. In the event the Over-allotment Option is exercised, an announcement will be made on the Company's website at [www.medneurotech.com](http://www.medneurotech.com) and the Stock Exchange's website at [www.hkexnews.hk](http://www.hkexnews.hk). As of the date of this announcement, the Over-allotment Option has not been exercised.

## LOCK-UP UNDERTAKINGS

The Company, the Controlling Shareholders, the cornerstone investors and the Pre-IPO Investors have provided lock-up undertakings (the “**Lock-up Undertakings**”) in respect of the Shares. The major terms of the Lock-up Undertakings are as follows:

Name	Number of Shares subject to the Lock-up Undertakings after Listing	Percentage of shareholding in the Company subject to the Lock-up Undertakings after Listing <sup>(1)</sup>	Last day of the Lock-up Period
<b>The Company</b> ( <i>subject to lock-up obligations pursuant to the Listing Rules and the Hong Kong Underwriting Agreement</i> )	N/A	N/A	January 14, 2023 <sup>(2)</sup>
<b>The Controlling Shareholders</b> ( <i>subject to lock-up obligations pursuant to the Listing Rules and the Hong Kong Underwriting Agreement</i> )	310,871,340	53.35%	January 14, 2023 <sup>(3)</sup> (First Six-Month Period)  July 14, 2023 <sup>(4)</sup> (Second Six-Month Period)
<b>Pre-IPO Investors</b> ( <i>subject to lock-up obligations pursuant to the relevant lock-up deed in favor of the Company, the Joint Sponsors and the Joint Global Coordinators</i> )	199,595,260	34.26%	January 14, 2023 <sup>(5)</sup>
<b>Cornerstone Investors</b> ( <i>subject to lock-up obligations pursuant to the relevant cornerstone investment agreements</i> )			
Harvest International Premium Value (Secondary Market) Fund SPC on behalf of Harvest Great Bay Investment SP	5,937,000	1.02%	January 14, 2023 <sup>(6)</sup>
XINHUANET CO., LTD.	2,968,000	0.51%	January 14, 2023 <sup>(6)</sup>

Notes:

(1) Assuming the Over-allotment Option is not exercised.

(2) The Company may not issue Shares prior to the indicated date except otherwise permitted by the Listing Rules.

- (3) The Controlling Shareholders may dispose of or transfer Shares after the indicated date subject to that they will not cease to be Controlling Shareholders.
- (4) The Controlling Shareholders may dispose of or transfer Shares without any lock-up obligation after the indicated date.
- (5) The Pre-IPO Investors may dispose of or transfer Shares without any lock-up obligation after the indicated date.
- (6) Each of the cornerstone investors may dispose of any of the Offer Shares subscribed in the Global Offering after the indicated date.

## BASIS OF ALLOCATION UNDER THE HONG KONG PUBLIC OFFERING

Subject to the satisfaction of the conditions set out in the section headed “Structure of the Global Offering — Conditions of the Global Offering” in the Prospectus, 9,320 valid applications made by the public through giving **electronic application instructions** to HKSCC via CCASS and through the **White Form eIPO** service will be conditionally allocated on the basis set out below:

NO. OF SHARES APPLIED FOR	NO. OF VALID APPLICATIONS	BASIS OF ALLOTMENT/BALLOT POOL A	APPROXIMATE PERCENTAGE ALLOTTED OF THE TOTAL NO. OF SHARES APPLIED FOR
1,000	5,041	246 out of 5,041 to receive 1,000 Shares	4.88%
2,000	1,929	188 out of 1,929 to receive 1,000 Shares	4.87%
3,000	233	34 out of 233 to receive 1,000 Shares	4.86%
4,000	203	39 out of 203 to receive 1,000 Shares	4.80%
5,000	305	73 out of 305 to receive 1,000 Shares	4.79%
6,000	201	57 out of 201 to receive 1,000 Shares	4.73%
7,000	86	28 out of 86 to receive 1,000 Shares	4.65%
8,000	181	67 out of 181 to receive 1,000 Shares	4.63%
9,000	46	19 out of 46 to receive 1,000 Shares	4.59%
10,000	345	151 out of 345 to receive 1,000 Shares	4.38%
12,000	65	32 out of 65 to receive 1,000 Shares	4.10%
14,000	35	20 out of 35 to receive 1,000 Shares	4.08%
16,000	40	26 out of 40 to receive 1,000 Shares	4.06%
18,000	29	21 out of 29 to receive 1,000 Shares	4.02%
20,000	141	113 out of 141 to receive 1,000 Shares	4.01%
25,000	59	1,000 Shares	4.00%
30,000	58	1,000 Shares plus 11 out of 58 to receive additional 1,000 Shares	3.97%
35,000	13	1,000 Shares plus 5 out of 13 to receive additional 1,000 Shares	3.96%
40,000	45	1,000 Shares plus 26 out of 45 to receive additional 1,000 Shares	3.94%

<b>NO. OF SHARES APPLIED FOR</b>	<b>NO. OF VALID APPLICATIONS</b>	<b>BASIS OF ALLOTMENT/BALLOT</b>	<b>APPROXIMATE PERCENTAGE ALLOTTED OF THE TOTAL NO. OF SHARES APPLIED FOR</b>
<b>POOL A</b>			
45,000	18	1,000 Shares plus 13 out of 18 to receive additional 1,000 Shares	3.83%
50,000	52	1,000 Shares plus 47 out of 52 to receive additional 1,000 Shares	3.81%
60,000	29	2,000 Shares plus 8 out of 29 to receive additional 1,000 Shares	3.79%
70,000	11	2,000 Shares plus 7 out of 11 to receive additional 1,000 Shares	3.77%
80,000	22	3,000 Shares	3.75%
90,000	20	3,000 Shares plus 7 out of 20 to receive additional 1,000 Shares	3.72%
100,000	36	3,000 Shares plus 25 out of 36 to receive additional 1,000 Shares	3.69%
120,000	12	4,000 Shares plus 5 out of 12 to receive additional 1,000 Shares	3.68%
140,000	6	5,000 Shares	3.57%
160,000	9	5,000 Shares plus 6 out of 9 to receive additional 1,000 Shares	3.54%
180,000	1	6,000 Shares	3.33%
200,000	14	6,000 Shares plus 9 out of 14 to receive additional 1,000 Shares	3.32%
<hr/>			
<b>9,285</b>		Total number of Pool A successful applicants: 1,519	

NO. OF SHARES APPLIED FOR	NO. OF VALID APPLICATIONS	BASIS OF ALLOTMENT/BALLOT POOL B	APPROXIMATE PERCENTAGE ALLOTTED OF THE TOTAL NO. OF SHARES APPLIED FOR
250,000	21	41,000 Shares plus 14 out of 21 to receive additional 1,000 Shares	16.67%
300,000	1	50,000 Shares	16.67%
350,000	3	58,000 Shares	16.57%
400,000	2	66,000 Shares	16.50%
450,000	1	74,000 Shares	16.44%
500,000	1	82,000 Shares	16.40%
685,000	6	111,000 Shares plus 2 out of 6 to receive additional 1,000 Shares	16.25%
<hr/>			
<u>35</u>		Total number of Pool B successful applicants: 35	

The final number of Offer Shares comprised the Hong Kong Public Offering is 4,110,000 Offer Shares, representing 30% of the total number of Offer Shares initially available under the Global Offering (assuming the Over-allotment Option is not exercised).

## **BASIS OF ALLOCATION UNDER THE PREFERENTIAL OFFERING**

The final number of Reserved Shares allocated to the Qualifying MicroPort Shareholders under the Preferential Offering is 685,000 Reserved Shares, representing 5% of the total number of Offer Shares initially available under the Global Offering (assuming the Over-allotment Option is not exercised).

No preferential treatment was given to any of the Qualifying MicroPort Shareholders in the allocation of the Reserved Shares applied for by them under the Preferential Offering and such allocation of Reserved Shares under the Preferential Offering was made in accordance with the allocation basis disclosed in the section headed “Structure of the Global Offering — The Preferential Offering — Basis of Allocation for Applications for Reserved Shares” in the Prospectus.

As excess applications were received for more Reserved Shares than the Available Reserved Shares, subject to the satisfaction of the conditions set out in the section headed “Structure of the Global Offering” in the Prospectus, valid applications made by the Qualifying MicroPort Shareholders for Excess Reserved Shares on **BLUE** Application Forms will be conditionally allotted on the basis set out below:

Number of Excess Reserved Shares applied for	Number of valid excess applications	Total number of Excess Reserved Shares applied for	Basis of allotment/ballot	Total number of Reserved Shares allotted	Approximate percentage of allocation base on the total number of Excess Reserved Shares applied for in this category
2 to 5,000	18	44,007	Allot Excess Reserved Shares applied for in full	44,007	100.00%
8,000 to 20,000	8	88,000	Allot Excess Reserved Shares applied for in full	88,000	100.00%
60,000 to 100,000	2	160,000	Allot Excess Reserved Shares applied for in full	160,000	100.00%
1,838,653	1	1,838,653	Approximately 20.38% of the Excess Reserved Shares applied for (HKSCC Nominees Limited apply on behalf of the applicants who apply in CCASS indirectly through a broker/custodian)	374,709	20.38%
	<u>29</u>	<u>2,130,660</u>		<u>666,716</u>	

## RESULTS OF ALLOCATIONS

The results of allocations and the Hong Kong identity card/passport/Hong Kong business registration numbers of successful applicants will be available at the times and dates and in the manner specified below:

- in the announcement to be posted on the Company’s website at [www.medneurotech.com](http://www.medneurotech.com) and the Stock Exchange’s website at [www.hkexnews.hk](http://www.hkexnews.hk) by no later than 9:00 a.m. on Thursday, July 14, 2022;
- from the designated results of allocations website at [www.iporesults.com.hk](http://www.iporesults.com.hk) (alternatively: English <https://www.eipo.com.hk/en/Allotment>; Chinese <https://www.eipo.com.hk/zh-hk/Allotment>) with a “search by ID” function on a 24-hour basis from 8:00 a.m. on Thursday, July 14, 2022 to 12:00 midnight on Wednesday, July 20, 2022; and

- by telephone enquiry line by calling +852 2862 8555 between 9:00 a.m. and 6:00 p.m. on Thursday, July 14, 2022, to Tuesday, July 19, 2022 (excluding Saturday and Sunday or public holiday in Hong Kong).

The level of indication of interest in the International Offering, the level of applications in the Hong Kong Public Offering and the Preferential Offering and the basis of allocation of the Hong Kong Offer Shares and the Reserved Shares will be announced on Thursday, July 14, 2022 on the Company's website at [www.medneurotech.com](http://www.medneurotech.com) and the Stock Exchange's website at [www.hkexnews.hk](http://www.hkexnews.hk).

## SHAREHOLDING CONCENTRATION ANALYSIS

The following table sets out a summary of allotment results under the Global Offering:

- subscription and number of Shares (including the Reserved Shares under the Preferential Offering) held by the top 1, 5, 10, 20 and 25 of the subscribers out of the International Offering (including the Preferential Offering), total number of Offer Shares and the total issued share capital of the Company upon Listing:

Subscribers	Subscription	Shares held following the Global Offering	Subscription as % of International Offering (assuming no exercise of the Over-allotment Option)	Subscription as % of International Offering (assuming the Over-allotment Option is exercised in full)	Subscription as % of total Offer Shares (assuming no exercise of the Over-allotment Option)	Subscription as % of total Offer Shares (assuming the Over-allotment Option is exercised in full)	% of total issued share capital upon Listing (assuming the Over-allotment Option is exercised in full)	% of total issued share capital upon Listing (assuming the Over-allotment Option is exercised in full)
Top 1	5,937,000	5,937,000	61.91%	50.98%	43.34%	37.68%	1.02%	1.02%
Top 5	10,372,988	10,372,988	108.16%	89.08%	75.72%	65.84%	1.78%	1.77%
Top 10	11,091,988	11,091,988	115.66%	95.25%	80.96%	70.40%	1.90%	1.90%
Top 20	11,311,988	11,311,988	117.96%	97.14%	82.57%	71.80%	1.94%	1.93%
Top 25	11,363,988	11,363,988	118.50%	97.59%	82.95%	72.13%	1.95%	1.94%

- subscription and number of Shares held by the top 1, 5, 10, 20 and 25 of the Shareholders, total number of Offered Shares and the total issued share capital of the Company upon Listing:

Shareholder	Subscription	Shares held following the Global Offering	Subscription	Subscription	Subscription	Subscription	% of total	% of total
			as % of International Offering (assuming no exercise of the Over-allotment Option)	as % of International Offering (assuming the Over-allotment Option is exercised in full)	as % of total Offer Shares (assuming no Over-allotment Option)	as % of total Offer Shares (assuming the Over-allotment Option is exercised in full)	issued share capital upon Listing (assuming the Over-allotment Option is exercised in full)	issued share capital upon Listing (assuming the Over-allotment Option is exercised in full)
Top 1	0	310,871,340	0.00%	0.00%	0.00%	0.00%	53.35%	53.17%
Top 5	0	490,509,595	0.00%	0.00%	0.00%	0.00%	84.18%	83.89%
Top 10	0	550,151,510	0.00%	0.00%	0.00%	0.00%	94.42%	94.09%
Top 20	10,372,988	579,331,088	108.16%	89.08%	75.72%	65.84%	99.43%	99.08%
Top 25	11,155,988	580,114,088	116.33%	95.80%	81.43%	70.81%	99.56%	99.21%

**In view of the high concentration of shareholding in a small number of Shareholders, Shareholders and prospective investors should be aware that the price of the Shares could move substantially even with a small number of Shares traded, and should exercise extreme caution when dealing in the Shares.**