

*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.*



**北京健康(控股)有限公司**  
**Beijing Health (Holdings) Limited**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 2389)**

**VOLUNTARY ANNOUNCEMENT IN RELATION TO  
ENTERING INTO COOPERATION AGREEMENT ON THE  
ANCIENT CANAL CULTURAL AND CREATIVE  
BUILDING HEALTH CARE PROJECT  
ADDING 400 NEW BEDS FOR THE ELDERLY**

This announcement is made by Beijing Health (Holdings) Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis to inform its shareholders and potential investors of the latest information about the Group.

The Board of Directors (the “**Board**”) is pleased to announce that the Group and Jiangsu Ancient Canal Hotel Management Co., Ltd.\* (江蘇古運河酒店管理有限公司), a wholly owned subsidiary of Wuxi Liangxi Cultural Tourism Development Group Co., Ltd.\* (無錫市梁溪文旅發展集團有限公司) (the “**Cultural Tourism Group**”) have entered into a cooperative agreement on the Ancient Canal Cultural and Creative Building Health Care Project, Liangxi District, Wuxi City (the “**Cooperation Agreement**”) on 10 November 2023.

Pursuant to the Cooperation Agreement, the Group will cooperate with the Cultural Tourism Group to renovate the Ancient Canal Cultural and Creative Building, and apply for a 400-bed mid-to-high-end nursing care project, fully utilize the geographical location advantage of proximity of Wuxi People’s Hospital, to construct an “Elderly Care and Nursing + Health for All Ages” service complex.

**ABOUT THE ANCIENT CANAL CULTURAL AND CREATIVE BUILDING AND PROJECT PLANNING**

The Ancient Canal Cultural and Creative Building is located in the center of Liangxi District, Wuxi City, close to Wuxi People’s Hospital, a 17-story building with gross floor area of 18,000 square meters.

The project plans to have about 400 beds, mainly double standard rooms for high-end users to meet differentiated needs with the expected average monthly income RMB7,000 per bed. As aging further intensifies, the market demand for mid-range and high-end integrated medical and geriatric care nursing home is very large and the prospects will be broader. Therefore, this project is positioned as a mid-range and high-end standard, which can meet a large number of mid-range market demand and also take into account the demand of high-end users. The project will introduce a modern integrated medical and geriatric care model of smart geriatric care, providing happy elder care, professional care, nutritious meals, leisure and entertainment, 24-hour medical care, nursing home pharmacy, diagnosis, treatment and rehabilitation, express channel for critical illness, body check monitoring, health records, chronic disease management and psychological comfort and other services.

## **ABOUT WUXI LIANGXI CULTURAL TOURISM DEVELOPMENT GROUP CO., LTD.**

Wuxi Liangxi Cultural Tourism Development Group Co., Ltd. is a state-owned enterprise under the direct management of Liangxi District, Wuxi, an integrated service provider for cultural, commercial, sports, tourism project investment, construction, operation, management and related industry operation and management, with total assets of RMB20 billion.

## **ABOUT THE GERIATRIC BUSINESS OF THE GROUP**

The Group actively expands inclusive institutions for geriatric care and engages in the investment and operation of nursing homes by adopting the model of “construction by the public sector and operation by the private sector with integrated medical and geriatric care”. It has maintained in-depth deployment in Yangtze River Delta region, which has stronger economic power and greater market demand, and gradually expanded to the entire PRC for the provision of quality geriatric service. The Group has established the “Beikang Elderly Care\* (北康養老)” geriatric service brand with strong competitive advantages in China and has broad experience in investment and operation of medical and geriatric care. At present, the Group operates a number of self-operated nursing institutions through its own team of professional geriatric care and medical personnel. The occupancy rate of beds for geriatric care is full throughout the year, representing full recognition and acknowledgment by customers, the central and local governments. This cooperation will provide a good foundation for the accelerated development of the Group’s geriatric business. The realization of the target of 10,000 beds and becoming a national benchmark geriatric enterprise is therefore accelerated.

## **ABOUT THE REASON AND BENEFIT FOR ENTERING INTO THE COOPERATION AGREEMENT**

China's population aged 60 and above accounts for about 20% of the total population and has entered a medium aging stage. It is expected that China has entered a deeper aging population development stage by 2035, and showed accelerated momentum. There are approximately 1.47 million people aged 60 and above, accounting for 19.75%, and approximately 1.09 million people aged 65 and above, accounting for 14.65%. By 2025, the elderly population aged 60 and above will reach 1.55 million, accounting for 29%.

Liangxi District, as the core urban area of Wuxi City, currently has an elderly population of nearly 300,000. According to the relevant planning of Wuxi City, by 2025, Wuxi City will need about 70,000 beds for geriatric care. Currently, there are about 40,000 beds in Wuxi, which is far from meeting market demand. The Board considers that entering into the Cooperation Agreement will provide the Group with abundant development potential for geriatric business in Wuxi City.

By Order of the Board of  
**Beijing Health (Holdings) Limited**  
**Zhu Shi Xing**  
*Chairman*

Hong Kong, 10 November 2023

*As at the date of this announcement, the Board comprises six executive Directors, namely Mr. Zhu Shi Xing, Mr. Liu Xue Heng, Mr. Gu Shan Chao, Mr. Siu Kin Wai, Mr. Hu Shiang Chi and Mr. Wang Zheng Chun and five independent non-executive Directors, namely Mr. Robert Winslow Koepp, Mr. Gary Zhou, Mr. Tse Man Kit, Keith, Mr. Wu Yong Xin and Mr. Zhang Yun Zhou.*

\* *For identification purpose only*