FOSUN 复星

復星國際有限公司
FOSUN INTERNATIONAL LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 00656)

PROFIT WARNING

This announcement is made by the board (the "**Board**") of directors of Fosun International Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The Board wishes to inform the shareholders of the Company and potential investors that based on the information available to the Board and the latest unaudited consolidated management accounts of the Group for the year ended 31 December 2024 (the "**2024 Financial Year**"), the loss attributable to owners of the parent of the Company for the 2024 Financial Year is expected to be approximately RMB4.2 billion to RMB4.4 billion, while the profit attributable to owners of the parent of the Company for the year ended 31 December 2023 (the "**2023 Financial Year**") was RMB1.38 billion. The expected loss attributable to owners of the parent of the Company for the 2024 Financial Year is mainly attributable to the adjustment to the carrying value of its investment in Cainiao Smart Logistics Network Limited ("**Cainiao**", the said investment "**Cainiao Investment**") at the end of 2024, which was made with reference to the status of Cainiao Investment as explained below.

The Group's total investment in Cainiao was approximately RMB1.5 billion, while as at the end of 2024 the accumulative proceeds from historical divestments were approximately RMB4.4 billion, yielding an internal rate of return (IRR) of approximately 34%. During the investment period, the Group recorded Cainiao Investment at fair market value based on market transactions, and the carrying value of the Group's holding of 564.18 million shares in Cainiao was approximately USD1.05 billion as at the end of 2023. During 2024, Alibaba Group Holding Limited ("**Alibaba Group**") repurchased shares in Cainiao held by its minority shareholders at USD0.62 per share in order to implement further adjustments to Cainiao's business, which represents a substantial decrease compared to the carrying value of the Cainiao Investment held by the Group as at the end of 2023. Therefore, the carrying value of the Cainiao Investment may need to be adjusted according to the repurchase price of USD0.62 per share, resulting in a one-off non-cash book loss of approximately RMB5.1 billion in the Company's 2024 financial statements (the "**Adjustment**"). The Group is still in ongoing negotiations with Alibaba Group regarding the subsequent arrangement related to the Cainiao Investment.

If the Adjustment were to be excluded, the Company's profit attributable to owners of the parent for the 2024 Financial Year is expected to be approximately RMB700 million to RMB900 million. The main reason for such decrease as compared with that of the 2023 Financial Year is due to the decrease in profit of the Group's subsidiaries, including Shanghai Yuyuan Tourist Mart (Group) Co., Ltd. (上海豫園旅遊商城(集團)股份有限公司), which was impacted by the structural adjustments in the domestic consumption patterns.

The Board is of the view that the unsatisfactory financial performance of the Company in the 2024 Financial Year is primarily due to the Adjustment. However, the Company's overall operational fundamentals remain stable, the core businesses are under healthy development, and the industrial operation profits and operating cash flows stay healthy and stable. The Company believes that the clear strategic focus and robust industrial operational capabilities are the key to driving the Company's long-term steady growth.

The Company is in the process of preparing for and finalizing the Group's results for the 2024 Financial Year. The information contained in this announcement is based solely on the Board's assessment based on the Group's unaudited consolidated management accounts for the 2024 Financial Year and the information available to the Board as at the date of this announcement, and has not been audited by the Company's independent external auditors nor reviewed and approved by the audit committee of the Board. The above estimates may therefore be different from the audited consolidated annual results of the Group for the 2024 Financial Year. The Company will publish the audited annual results of the Company for the 2024 Financial Year in compliance with the requirements of the Listing Rules.

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

By Order of the Board
Fosun International Limited
Guo Guangchang
Chairman

28 March 2025

As at the date of this announcement, the executive directors of the Company are Mr. Guo Guangchang, Mr. Wang Qunbin, Mr. Chen Qiyu, Mr. Xu Xiaoliang, Mr. Gong Ping, Mr. Huang Zhen and Mr. Pan Donghui; the non-executive directors are Mr. Yu Qingfei, Mr. Li Shupei and Mr. Li Fuhua; and the independent non-executive directors are Mr. Zhang Shengman, Mr. Zhang Huaqiao, Mr. David T. Zhang, Dr. Lee Kai-Fu and Ms. Tsang King Suen Katherine.