

Consolidated balance sheet

At 31 December 2015

ASSETS	Note	2015	2014
Current assets:			
Carrying amount		1,212,720,957.69	900,982,056.56
Net carrying amount	3	430,000.00	7,842,580.10
Accrued carrying amount	3	405,045,579.64	234,683,339.39
Prepaid	3	102,561,214.68	42,448,774.83
Intangible carrying amount		806,088.29	—
Goodwill carrying amount	3	80,821,123.74	78,119,619.28
Intangible carrying amount		539,754,737.11	577,127,799.95
Goodwill carrying amount		156,802,978.14	7,444,600.40
Total current assets		2,498,942,679.29	1,848,648,770.51
Non-current assets:			
Carrying amount		44,520,000.00	119,506,244.94
Less: carrying amount		3,475,159.72	709,053.12
Intangible Prepaid		211,022,900.00	—
Fixed assets		246,314,755.16	412,553,068.26
Carrying amount		25,322,742.02	6,738,396.67
Carrying amount		2,911,916.51	4,027,060.50
Intangible assets		12,374,724.82	19,506,004.56
Less: carrying amount		12,365,667.87	12,881,878.40
Goodwill carrying amount		23,895,454.79	10,193,466.27
Goodwill carrying amount		120,000,000.00	—
Total non-current assets		702,203,320.89	586,115,172.72
TOTAL ASSETS		3,201,146,000.18	2,434,763,943.23
LIABILITIES & SHAREHOLDERS' EQUITY			
Current liabilities:			
Shareholders' equity		508,765,000.00	524,000,000.00
Net carrying amount		81,521,681.76	36,520,312.90
Accrued carrying amount	4	526,961,876.08	406,030,216.39
Accrued carrying amount	4	84,041,499.16	60,493,872.25
Shareholders' equity		3,137,558.73	397,375.48
Tax carrying amount		38,877,388.22	36,188,173.83
Intangible carrying amount		1,060,086.67	—
Goodwill carrying amount	4	49,094,015.39	47,765,320.26
Non-current carrying amount		27,860,000.00	70,000,000.00
Total current liabilities		1,321,319,106.01	1,181,395,271.11

	<i>Note</i>	2015	2014
Non-current liabilities:			
Long-term debt		138,210,000.00	70,000,000.00
Deferred income taxes		9,128,698.17	9,622,739.47
Deferred compensation liability		9,111,725.27	636,670.96
Total non-current liabilities		156,450,423.44	80,259,410.43
Total liabilities		1,477,769,529.45	1,261,654,681.54
Shareholders' equity:			
Share capital		316,823,400.00	224,100,000.00
Capital reserves		417,042,894.68	99,627,613.95
Accumulated other comprehensive income		30,662,281.62	(3,879,022.15)
Share-based payment		72,085,199.91	51,644,250.39
Unsettled share-based payment	5	832,932,029.03	752,268,735.54
Total shareholders' equity		1,669,545,805.24	1,123,761,577.73
Minority interest		53,830,665.49	49,347,683.96
Total shareholders' equity		1,723,376,470.73	1,173,109,261.69
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		3,201,146,000.18	2,434,763,943.23
Net current assets	13	1,177,623,573.28	667,253,499.40
Total assets less current liabilities	14	1,879,826,894.17	1,253,368,672.12

Consolidated income statement

For the year ended 31 December 2015

ITEMS	Note	2015	2014
I. Total operating income	6	1,226,308,423.63	907,225,991.66
II. Total operating cost		1,088,246,082.23	763,727,347.95
Cost of Sales		888,061,695.23	610,857,619.95
Taxation		18,908,597.38	11,430,581.82
Share-based payments		31,520,776.37	25,668,659.74
Goodwill impairment		102,485,667.20	95,488,723.80
Finance	9	23,981,002.21	26,340,633.46
Other		23,288,343.84	(6,058,870.82)
Gain on disposal			

Consolidated cash flow statement

For the year ended 31 December 2015

ITEMS	2015	2014
I. Cash flows from operating activities		
Cash flows from operations	1,083,188,379.61	799,114,111.87
Reclassification	4,347,101.05	3,242,111.67
Cash flows from discontinued operations	174,086,370.10	61,812,271.98
Subtotal cash flows from operations	1,261,621,850.76	864,168,495.52
Cash flows from investing activities	931,121,850.67	467,121,635.93
Cash flows from financing activities	50,383,224.36	45,360,613.05
Payments for acquisition	64,770,493.08	55,008,305.13
Cash flows from discontinued operations	62,255,938.14	113,622,195.93
Subtotal cash flows from investing and financing activities	1,108,531,506.25	681,112,750.04
Net cash flows from operating activities	153,090,344.51	183,055,745.48
II. Cash flows from investing activities		
Cash flows from acquisition of subsidiaries	78,986,244.94	✓
Cash flows from disposal of subsidiaries	28,196,280.08	✓
Net cash flows from acquisition of subsidiaries, disposal of subsidiaries and other investing activities	106,691.86	76,361.29
Net cash flows from acquisition of subsidiaries and disposal of subsidiaries	-	✓
Cash flows from discontinued operations	360,000,000.00	✓
Subtotal cash flows from investing activities	467,289,216.88	76,361.29
Cash flows from acquisition of subsidiaries, disposal of subsidiaries and other investing activities	32,154,572.13	107,317,226.69
Cash flows from acquisition of subsidiaries	8,500,000.00	18,470,000.00
Net cash flows from acquisition of subsidiaries	-	✓
Net cash flows from acquisition of subsidiaries and disposal of subsidiaries	-	✓
Cash flows from discontinued operations	630,000,000.00	✓
Subtotal cash flows from investing activities	670,654,572.13	125,787,226.69
Net cash flows from investing activities	(203,365,355.25)	(125,710,865.40)

ITEMS	2015	2014
III. Cash flows from financing activities		
Cash received from the sale of equity securities	413,979,069.07	-
Interest received on cash and cash equivalents	-	-
Cash received from the sale of property and equipment	635,000,000.00	665,000,000.00
Subtotal cash and cash equivalents	<u>1,048,979,069.07</u>	<u>665,000,000.00</u>
Cash paid for the acquisition of property and equipment	493,930,000.00	412,250,000.00
Cash paid for the acquisition of intangible assets	101,323,609.16	55,774,668.86
Interest paid on debt	-	1,400,000.00
Subtotal cash and cash equivalents	<u>595,253,609.16</u>	<u>468,024,668.86</u>
Net cash flows from financing activities	<u>453,725,459.91</u>	<u>196,975,331.14</u>
IV. Effect of foreign exchange rate changes on cash and cash equivalents	<u>2,086,438.39</u>	<u>114,581.09</u>
V. Net increase in cash and cash equivalents	405,536,887.56	254,434,792.31
Adjusted cash and cash equivalents at the beginning of the period	<u>782,748,257.94</u>	<u>528,313,465.63</u>
VI. Cash and cash equivalent at end of period	<u>1,188,285,145.50</u>	<u>782,748,257.94</u>

3. TRADE AND OTHER RECEIVABLES

	2015	2014
Accounts receivable	453,196,963.88	261,979,554.14
Less: Provision for doubtful accounts	48,151,384.24	27,296,214.75
Net receivable	430,000.00	7,842,580.10
Prepaid	102,561,214.68	42,448,774.83
Other receivable	84,094,848.43	79,656,493.02
Less: Provision for doubtful accounts	3,273,724.69	1,536,873.74
Total	588,857,918.06	363,094,313.60

The aging analysis of accounts receivable

Types	2015		2014	
	Closing balance	Provision for bad debts	Closing balance	Provision for bad debts
Within 1 day (including 1 day)	331,003,412.85	10,368,895.12	106,752,852.16	3,462,176.24
11-20 days	50,626,354.38	4,101,926.16	126,652,359.26	9,876,519.70
21-30 days	47,186,046.85	14,010,676.43	19,039,435.14	4,556,994.18
Over 30 days	24,381,149.80	19,669,886.53	9,534,907.58	9,400,524.63
Total	453,196,963.88	48,151,384.24	261,979,554.14	27,296,214.75

6. TOTAL OPERATING INCOME

OM a... c... M... t... G... M... c... M... a... c... ,... c... b... a... c... ab...
 ... t... t... a... ,... t... t... t... a... a... ,... c... ,... -b... t... t... a... a... c... b... .

(1) Operating income and operating cost

Items	2015	2014
Pr... c... M... a... c...	1,209,665,836.23	901,027,948.26
Q... t... M... a... c...	16,642,587.40	6,198,043.40
Tota... M... a... c...	1,226,308,423.63	907,225,991.66
Pr... c... M... a... c... t...	884,676,032.61	607,862,625.44
Q... t... M... a... c... t...	3,385,662.62	2,994,994.51
Tota... M... a... c... t...	888,061,695.23	610,857,619.95

(2) Principal operations (by product)

Name of Products	2015		2014	
	Operating income	Operating cost	OM a... c...	OM a... c... t...
S... t... t... a...	801,936,325.32	591,974,433.37	659,440,413.49	468,399,613.56
I... t... t... t... a... a...	197,139,115.52	149,946,506.97	153,238,871.31	106,518,857.97
S... c...	109,497,069.71	47,566,186.38	88,348,663.46	32,944,153.91
C... -b... t... t... a... a... ... c...	101,093,325.68	95,188,905.89		
Tota...	1,209,665,836.23	884,676,032.61	901,027,948.26	607,862,625.44

7. SEGMENTS INFORMATION

Information about the Group's segments is available in the Management Discussion and Analysis section of the 2015 Annual Report. The Group's segments are defined as follows: (i) the Group's operations in the PRC, (ii) the Group's operations in the United States, and (iii) the Group's operations in other regions. The Group's segments are defined as follows: (i) the Group's operations in the PRC, (ii) the Group's operations in the United States, and (iii) the Group's operations in other regions.

8. GROSS PROFIT

	2015	2014
Operating profit	1,226,308,423.63	907,225,991.66
Operating loss	888,061,695.23	610,857,619.95
Gross Profit	338,246,728.40	296,368,371.71

9. FINANCIAL EXPENSES

Items	2015	2014
Interest expense	37,958,929.16	31,964,668.86
Loss on disposal of assets	12,284,515.48	6,331,440.47
Exchange loss	(3,890,110.84)	(200,923.15)
Other	2,196,699.37	908,328.22
Total	23,981,002.21	26,340,633.46

Notes: Interest expense attributable to the Group's operations in the PRC is approximately 37,958,929.16 for 2015 and 31,964,668.86 for 2014.

12. DIVIDENDS

Items	2015	2014
<p>Final dividend of RMB0.3 per share (2014: RMB0.2 per share)</p>	95,047,020.00	63,364,680.00

Total dividend of RMB95,047,020 or RMB0.3 per share (2014: RMB0.2 per share) is payable on 31 December 2015 to 23 March 2016.

Total dividend of RMB63,364,680 or RMB0.3 per share is payable on 31 December 2014 to 23 March 2015.

Items	2015	2014
<p>Final dividend of RMB0.3 per share, a dividend of RMB0.2 per share</p>	63,364,680.00	22,410,000.00
Tota	63,364,680.00	22,410,000.00

13. NET CURRENT ASSETS

	2015	2014
Current assets	2,498,942,679.29	1,848,648,770.51
Less: current liabilities	1,321,319,106.01	1,181,395,271.11
Net current assets	1,177,623,573.28	667,253,499.40

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Total Operating Income

Total Operating Income for the year ended 31 December 2015 was RMB1,226,308,424, representing 35.2% of Total Revenue for the year ended 31 December 2015. Total Operating Income for the year ended 31 December 2014 was RMB1,012,100,000, representing 32.1% of Total Revenue for the year ended 31 December 2014. The increase in Total Operating Income for the year ended 31 December 2015 compared to the year ended 31 December 2014 was primarily due to the increase in Total Revenue for the year ended 31 December 2015.

Gross Profit

Gross Profit for the year ended 31 December 2015 was RMB1,012,100,000, representing 27.6% of Total Revenue for the year ended 31 December 2015. Gross Profit for the year ended 31 December 2014 was RMB900,000,000, representing 28.1% of Total Revenue for the year ended 31 December 2014. The decrease in Gross Profit for the year ended 31 December 2015 compared to the year ended 31 December 2014 was primarily due to the increase in Total Revenue for the year ended 31 December 2015.

Selling and Distribution Costs

Selling and Distribution Costs for the year ended 31 December 2015 were RMB31,520,776, representing 2.8% of Total Revenue for the year ended 31 December 2015. Selling and Distribution Costs for the year ended 31 December 2014 were RMB28,000,000, representing 2.7% of Total Revenue for the year ended 31 December 2014. The increase in Selling and Distribution Costs for the year ended 31 December 2015 compared to the year ended 31 December 2014 was primarily due to the increase in Total Revenue for the year ended 31 December 2015.

General and Administrative Expenses

General and Administrative Expenses for the year ended 31 December 2015 were RMB102,485,667, representing 9.1% of Total Revenue for the year ended 31 December 2015. General and Administrative Expenses for the year ended 31 December 2014 were RMB90,000,000, representing 8.7% of Total Revenue for the year ended 31 December 2014. The increase in General and Administrative Expenses for the year ended 31 December 2015 compared to the year ended 31 December 2014 was primarily due to the increase in Total Revenue for the year ended 31 December 2015.

Net Profit Attributable to Shareholders of the Company

Net Profit Attributable to Shareholders of the Company for the year ended 31 December 2015 was RMB164,468,923, representing 4.7% of Total Revenue for the year ended 31 December 2015. Net Profit Attributable to Shareholders of the Company for the year ended 31 December 2014 was RMB150,000,000, representing 4.5% of Total Revenue for the year ended 31 December 2014. The increase in Net Profit Attributable to Shareholders of the Company for the year ended 31 December 2015 compared to the year ended 31 December 2014 was primarily due to the increase in Total Revenue for the year ended 31 December 2015.

Construction in Progress

As at 31 December 2015, the carrying amount of Construction in Progress was RMB25,322,742, representing 0.2% of Total Assets. Construction in Progress for the year ended 31 December 2015 was RMB25,322,742, representing 0.2% of Total Revenue for the year ended 31 December 2015. Construction in Progress for the year ended 31 December 2014 was RMB25,322,742, representing 0.2% of Total Revenue for the year ended 31 December 2014. The carrying amount of Construction in Progress as at 31 December 2015 was primarily due to the increase in Total Revenue for the year ended 31 December 2015.

FINANCIAL RESOURCES AND LIQUIDITY

At the end of 31 December 2015, the Group's available cash and cash equivalents were RMB1,669,545,805. Current liabilities were RMB2,498,942,679, compared with available cash and cash equivalents of RMB1,212,720,958. Non-current liabilities were RMB156,450,423. Current liabilities were RMB1,321,319,106, against available cash and cash equivalents of RMB1,321,319,106. At 31 December 2015, the Group's available cash and cash equivalents were RMB5.27 (31 December 2014: RMB5.01). Total liabilities were RMB508,765,000.

PLEDGE OF ASSETS

At 31 December 2015, bank deposits of RMB24,435,812 were pledged to banks. (2014: RMB118,233,799).

GEARING RATIO

At the end of 31 December 2015, the Group's (basic and diluted) average capital employed was RMB1,669,545,805 (2014: RMB1,212,720,958). The attributable earnings per share were RMB0.12 (2014: RMB0.11).

FOREIGN CURRENCY EXPOSURE

The Group's currency denominated assets and liabilities are primarily in RMB. The Group's foreign currency denominated assets and liabilities are primarily in US dollars.

SUBSTANTIAL ACQUISITION AND DISPOSAL AND SIGNIFICANT INVESTMENT

On 25 April 2015, the Company has acquired 100% of the equity interest of Red Stone International Health Products Limited (紅石國際健康產業有限公司) through the acquisition of 100% of the equity interest of Red Stone International Health Products Limited (紅石國際健康產業有限公司) 19% of the equity interest of Zhong Jian Zhi Kang Supply Chain Services Limited (中健之康供應鏈服務有限責任公司) through the acquisition of 100% of the equity interest of Zhong Jian Zhi Kang Supply Chain Services Limited (中健之康供應鏈服務有限責任公司) for a total consideration of RMB 75,680,000. Total disposal of 4N in 2015.

Shareholders of the Company are advised that the acquisition of the equity interest of Zhong Jian Zhi Kang Supply Chain Services Limited (中健之康供應鏈服務有限責任公司) is a related party transaction.

CAPITAL COMMITMENT

At 31 December 2015, the Group's capital commitments are as follows:

D... t... M... M... ,t... G... Va... V PPP M... d, a... cc... ,t... t...
it... t... t... c = M... a... X... , Ct N... B... T... a U... ba P... b c F... a M... t... F... d... a
t... t... a PPP M... d... a... c... t... d... c... t... ad... t... H... a... a E... c... Z... M... t... L... t... c
S... c... H... b... Q... t... t... a... ,t... G... ,Vad... ca... t... M... t... a... a M... Ma...
acc... Va... c... a... a... M... d... W... t... T... R... R... a... X... ,t... M... d... t... a... t... b
c... M... t... b... t... t... t... at... 2016. At... t... a... t... ,t... t... t... a... t... a... M... d... X...
Ga... a... b... t... M... a... a... a... a... ad... M... t... .

A... t... c... t... t... t... c... b... ,t... t... M... t... t... t... ,t... G... ,V... c...
t... a... t... a... c... t... b... t... K... W... W... t... t... a... a... Va... ,t... G... ,V... a
t... a... a... t... t... c... c... a... b... M... c... a... M... t... ,c... t... c... ,M... a
c... ,M... a... a... at... a... c... Ba... b... t... a... t... a... t... G... ,V... W... a
M... a... t... t... t... c... a... M... d... a... a... c... t... M... a... a... c... M... t... M... d... t...
t... t... t... t... t... a... t... M... M... d... a... b... c... a... c... t... a... t... ,c... a... t... ba...
c... a... t... a... a... M... t... b... t... a... t... a... T... G... ,V... M... t... Va... t... t... at...
a... a... t... a... c... c... a... a... Eat... a... S... t... C... a... ad... M... t... t... a...
M... d... M... a... t... W... t... C... a... a... B... a... C... c... t... D... t... M... t... t...

A... ba... Ma... b... ,t G... MM... b... a... M...
t... d... Na... t... a... M... c... T... ba... at... a... c... M... d...
...cc... M... t... Na... b... t... C... M... a... ad... M... t... t... ct... t...
...t... M... c... D... t... M... ,t... G... Vad... Ma... c... Ma... t... c... M...



Information Service

In 2016, the company continued to expand its information service business. It successfully completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market. The company also completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market. The company also completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market.

In 2016, the company continued to expand its information service business. It successfully completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market. The company also completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market. The company also completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market.

Research and Development

In 2016, the company continued to expand its information service business. It successfully completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market. The company also completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market. The company also completed the acquisition of the 100% equity of the company, which is a leading provider of information services in the market.

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COMPETING BUSINESS AND CONFLICTS OF INTERESTS

N. D., a b. a Vd
a (a S. c. E. c. a L.
R.) M. M.
G. G.

AUDIT COMMITTEE

T. C. M. 27 April 2003 T. M.
C. M.

T. M. D. M. S. S. K.
(.), M. X. S. M. G. Na Fa. T.
C. M. G. M. a M.
a

REVIEW OF PRELIMINARY ANNOUNCEMENT OF RESULTS BY THE AUDITOR

T. Vd M. a G. 31
D. c. b. 2015 BDO C. S. L. Pa. C. P. b. c.
A. c. c. L. L. P. G. M. a a
a T. M. b BDO C. S. L. Pa. C. P. b. c.
A. c. c. L. L. P. a
a a a a a a a
M. F. a. c. P. R. C. a a a a b BDO C. S. L.
Pa. C. P. b. c. A. c. c. L. L. P. M. a

DIRECTORS' AND SUPERVISORS' INTERESTS IN CONTRACTS

N. c. a c. c. C. M. a b a a M. a c. a

DETAILS OF FUTURE PLANS FOR MATERIAL INVESTMENT OR CAPITAL ASSETS

Sa a c... t... ca... t... C M... t... t... Ma... a... a...
... caMa a... t...

DIRECTORS' SECURITIES TRANSACTIONS

T C M... a... V... c... d... a... D... d... c... t... t... a... ad... t...
... ad... t... a... t... a... a... t... t... AM... 10... t... L... R... Ha... a...
... M... c... t... a... D... d... t... D... d... a... c... V... t... c... c... d... a... t...
... t... a... a... t... a... c... t... t... a... ad... t... t... t... a... 31 D... c... b... 2015.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

D... t... a... t... t... C M... a... t... b... a... M... c... a...
C M... t... t... c... t...

FINAL DIVIDEND AND CLOSURE OF REGISTER OF MEMBERS

Final Dividend

