

A. UNAUDITED PRO FORMA STATEMENT OF ADJUSTED NET TANGIBLE ASSETS

The following unaudited pro forma adjusted net tangible assets prepared in accordance with Rule 4.29 of the Listing Rules is to illustrate the effect of the Global Offering on the consolidated net tangible assets attributable to the equity holders of the Company as at 30 June 2022 as if the Global Offering had taken place on that date.

The unaudited pro forma adjusted net tangible assets have been prepared for illustrative purposes only and, because of its hypothetical nature, it may not give a true picture of the consolidated net tangible assets of the Group had the Global Offering been completed as at 30 June 2022 or at any future dates.

	Audited consolidated net tangible assets of our Group attributable to owners of the Company as at 30 June 2022	Estimated net proceeds from the Global Offering	Estimated impact related to the change of terms of redemption liabilities upon Listing	Unaudited pro forma adjusted net tangible assets attributable to the owners of the Company	Unaudited pro forma adjusted net tangible assets of the Group attributable to owners of our Company per Share	
	RMB'000 <i>(Note 1)</i>	RMB'000 <i>(Note 2)</i>	RMB'000 <i>(Note 3)</i>	RMB'000	RMB <i>(Note 4)</i>	HK\$ <i>(Note 5)</i>
Based on the Offer Price of HK\$31.45 per Share	207,316	596,486	720,861	1,524,663	4.40	4.86
Based on the Offer Price of HK\$29.15 per Share	207,316	551,589	720,861	1,479,766	4.27	4.71

Notes:

- (1) The audited consolidated net tangible assets of the Group attributable to the equity holders of the Company as at 30 June 2022 is extracted from the Accountant's Report set out in Appendix I, which is based on the audited consolidated net assets of the Group attributable to the equity holders of the Company as at 30 June 2022 of approximately RMB417,247,000 with an adjustment for the intangible assets of approximately RMB161,649,000 and goodwill of approximately RMB48,282,000 as at 30 June 2022.
- (2) The estimated net proceeds to be received by the Company from the Global Offering are based on the indicative Offer Price of HK\$29.15 and HK\$31.45 per share after deduction of the underwriting fees and other related expenses (excluding RMB37,814,000 which had been charged to the consolidated statements of profit or loss and other comprehensive income up to 30 June 2022) payable by the Company, and does not take into account any shares which may be issued pursuant to the exercise of the Over-allotment Option. If the Over-allotment Option is exercised, the unaudited pro forma adjusted net tangible assets attributable to owners of the Company and unaudited pro forma adjusted net tangible assets attributable to owners of the Company per share will increase.
- (3) Pursuant to the Pre-IPO Shareholders Agreement, the preferred rights granted to the Pre-IPO Investors will lapse upon the completion of the Global Offering, the redemption liabilities will then be transferred to the Group's equity accordingly. Accordingly, for the purpose of the unaudited pro forma financial information, the unaudited pro forma adjusted net tangible assets attributable to the owners of the Company will be increased by RMB720,861,000 being the carrying amounts of the redemption liabilities as of 30 June 2022.
- (4) The unaudited pro forma net tangible assets attributable to owners of the Company per share is arrived at after the adjustments referred to in the preceding paragraphs and on the basis that 346,749,997 shares were in issue assuming that the Global Offering had been completed on 30 June 2022, but takes no account of any shares which may be allotted and issued pursuant to the exercise of the Over-allotment Option.
- (5) For the purpose of this unaudited pro forma statement of adjusted net tangible assets, the balance stated in Renminbi is converted into Hong Kong dollars at a rate of HK\$1.00 to RMB0.9056. No representation is made that Renminbi amounts have been, could have been or may be converted to Hong Kong dollars, or vice versa, at that rate.
- (6) No adjustments have been made to the unaudited pro forma statement of adjusted net tangible assets to reflect any trading results or other transactions of the Group entered into subsequent to 30 June 2022.
- (7) The property interests of the Group as at 31 July 2022 have been valued by Jones Lang LaSalle Corporate Appraisal and Advisory Limited, an independent property valuer. By comparing the valuation of the Group's property interests of approximately RMB108,800,000 as set out in Appendix III to this prospectus and the unaudited carrying amounts of these properties of approximately RMB94,349,000 as at 31 July 2022, the valuation surplus is approximately RMB14,451,000 as at 31 July 2022, which was not reflected in the net tangible assets of the Group as at 30 June 2022. The revaluation surplus will not be incorporated in our Group's consolidated financial statements. If the revaluation surplus was recorded in our Group's consolidated financial statements, the annual depreciation of the Group for the year ending 31 December 2022 would increase by approximately RMB381,000.



羅兵咸永道

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON THE
COMPILATION OF UNAUDITED PRO FORMA FINANCIAL INFORMATION**

To the Directors of LEPU ScienTech Medical Technology (Shanghai) Co., Ltd.

We have completed our assurance engagement to report on the compilation of unaudited pro forma financial information of LEPU ScienTech Medical Technology (Shanghai) Co., Ltd. (the "Company") and its subsidiary (collectively the "Group") by the directors of the Company (the "Directors") for illustrative purposes only. The unaudited pro forma financial information consists of the unaudited pro forma statement of adjusted consolidated net tangible assets of the Group as at 30 June 2022, and related notes (the "Unaudited Pro Forma Financial Information") as set out on pages II-1 to II-2 of the Company's prospectus dated 27 October 2022, in connection with the proposed initial public offering of the shares of the Company (the "Prospectus"). The applicable criteria on the basis of which the Directors have compiled the Unaudited Pro Forma Financial Information are described on pages II-1 to II-2 of the Prospectus.

The Unaudited Pro Forma Financial Information has been compiled by the Directors to illustrate the impact of the proposed initial public offering on the Group's financial position as at 30 June 2022 as if the proposed initial public offering had taken place at 30 June 2022. As part of this process, information about the Group's financial position has been extracted by the Directors from the Group's financial information for the six months ended 30 June 2022, on which an accountant's report has been published.

Directors' Responsibility for the Unaudited Pro Forma Financial Information

The Directors are responsible for compiling the Unaudited Pro Forma Financial Information in accordance with paragraph 4.29 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") and with reference to Accounting Guideline 7, *Preparation of Pro Forma Financial Information for Inclusion in Investment Circulars*, ("AG 7") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the HKICPA, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies Hong Kong Standard on Quality Control 1 issued by the HKICPA and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Reporting Accountant's Responsibilities

Our responsibility is to express an opinion, as required by paragraph 4.29(7) of the Listing Rules, on the Unaudited Pro Forma Financial Information and to report our opinion to you. We do not accept any responsibility for any reports previously given by us on any financial information used in the compilation of the Unaudited Pro Forma Financial Information beyond that owed to those to whom those reports were addressed by us at the dates of their issue.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3420, *Assurance Engagements to Report on the Compilation of Pro Forma Financial Information Included in a Prospectus*, issued by the HKICPA. This standard requires that the reporting accountant plans and performs procedures to obtain reasonable assurance about whether the Directors have compiled the Unaudited Pro Forma Financial Information in accordance with paragraph 4.29 of the Listing Rules and with reference to AG 7 issued by the HKICPA.

For purposes of this engagement, we are not responsible for updating or reissuing any reports or opinions on any historical financial information used in compiling the Unaudited Pro Forma Financial Information, nor have we, in the course of this engagement, performed an audit or review of the financial information used in compiling the Unaudited Pro Forma Financial Information.

The purpose of unaudited pro forma financial information included in a prospectus is solely to illustrate the impact of a significant event or transaction on unadjusted financial information of the entity as if the event had occurred or the transaction had been undertaken at an earlier date selected for purposes of the illustration. Accordingly, we do not provide any assurance that the actual outcome of the proposed initial public offering at 30 June 2022 would have been as presented.

A reasonable assurance engagement to report on whether the unaudited pro forma financial information has been properly compiled on the basis of the applicable criteria involves performing procedures to assess whether the applicable criteria used by the directors in the compilation of the unaudited pro forma financial information provide a reasonable basis for presenting the significant effects directly attributable to the event or transaction, and to obtain sufficient appropriate evidence about whether:

- The related pro forma adjustments give appropriate effect to those criteria; and
- The unaudited pro forma financial information reflects the proper application of those adjustments to the unadjusted financial information.

The procedures selected depend on the reporting accountant's judgment, having regard to the reporting accountant's understanding of the nature of the company, the event or transaction in respect of which the unaudited pro forma financial information has been compiled, and other relevant engagement circumstances.

The engagement also involves evaluating the overall presentation of the unaudited pro forma financial information.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our work has not been carried out in accordance with auditing standards or other standards and practices generally accepted in the United States of America or auditing standards of the Public Company Accounting Oversight Board (United States) or standards and practices of any professional body in any other overseas jurisdiction and accordingly should not be relied upon as if it had been carried out in accordance with those standards and practices.

Opinion

In our opinion:

- (a) the Unaudited Pro Forma Financial Information has been properly compiled by the Directors on the basis stated;
- (b) such basis is consistent with the accounting policies of the Group; and
- (c) the adjustments are appropriate for the purposes of the Unaudited Pro Forma Financial Information as disclosed pursuant to paragraph 4.29(1) of the Listing Rules.



PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 27 October 2022