

2015 Corporate Social Responsibility And Public Welfare Annual Report



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02		Converge Growth Power, Promote Social Progress
06		Cultural Values of Fosun
08		Corporate Social Responsibility Management Model
10		Main Honors Obtained by Fosun in 2015
12		Commitment to the State
16		Commitment to the Public & Shareholders
20		Commitment to Customers and Investees
24		Commitment to Employees
32		Commitment to the Environmental Health & Safety
44		Commitment to the Community and Society

Contents



SCOPE OF THE REPORT

The Corporate Social Responsibility Report for this year is not only a systematic summary of the work of Fosun Group in CSR in 2015, but also an important channel of CSR management and communication between the Group and all walks of life. Fosun will, following the principle of transparent and frank communication, report all the efforts made by the Group in CSR in 2015, hoping to build healthy natural and business ecosystems together with all walks of life.

SCOPE OF DEFINITION AND DATA SELECTION PRINCIPLE OF THE REPORT

If the statistical coverage of all the data of the Group is not specifically stated in the report, the data of Fosun International Limited (the Company), the listed company, shall prevail. The term “Fosun and its investees” referred to herein shall mean Fosun Group and various companies in which Fosun Group holds equity interests or over which Fosun Group has controls, including economic entities in such industries as insurance, investment, wealth management and innovation finance, health, happiness, property, resources, as well as steel etc. Data in the report shall be subject to the data of 2015.

The report has selected materials that adhere to the principles of importance, objectivity and stakeholder concern.

Converge Growth Power, Promote Social Progress

In 2015, Fosun upheld its strategy of “Combining China’s Growth Momentum with Global Resources” and its value investment philosophy, and persistently adhered to its “Insurance + Investment” twin-driver model with a view to becoming a world-class investment group underpinned by “Insurance-oriented Integrated Financial Capability” & “Global Industrial Integration Capability Taking Roots in China.” Meanwhile, Fosun always sticks to moral principles, stringent requirements and discipline in both investment and internal management. As a responsible global finance enterprise and a global citizen, Fosun promotes philanthropy in the world, serving the people and shouldering social responsibilities.

In 2015, Fosun Foundation received 24 donations worth nearly RMB48 million from various sectors of the community and donated about RMB45 million to nearly 50 charitable projects. Fosun Foundation continued to promote cultural exchanges between China and Western countries, academic exchanges between higher education institutions, basic education and youth development, traditional arts, healthcare and medical development and community care, etc. From small acts of charity to contribution to humanity’s welfare, culture and education, we are making efforts to fully take our responsibility as a global citizen.

Looking forward to 2016, Fosun will continue to leverage its existing advantages and internal resources, including its wisdom, vitality and its capability to adapt to changes, integration and evolution in order to create better philanthropy projects, thus constantly creating value for our customers, staff, partners and the whole society. As for operations, Fosun will firmly uphold the value of being a transparent enterprise through constant risk control and compliance with regulatory requirements. In various countries and regions where we operate, Fosun will fully integrate itself into local communities and protect local cultures. It will dedicate itself to breaking down walls, building bridges and promoting philanthropy projects focusing on “education + culture” all over the world, with a view to becoming a bridge for global cultural exchanges.



Message From The Management

Cultural Values Of Fosun

WE ADVOCATE

Pursue dreams with passion

Foster value creation and share development

Understand and implement Fosun's corporate culture in practice

Value investing

Promote life and humanistic care to employees

Study hard in line with an outstanding benchmark

Team building and talent development

Resource sharing and comprehensive communication

WE OPPOSE

Seek no progress and have no fighting spirit

Sacrifice corporate interests to meet individual needs

About-faces and doing things in his or her own way

Speculative investment

Ignorance of lives and disregard for humanities

Complacency with the status quo

Refuse to make progress and being unable to manage others

Monopoly of resources and being unable to collaborate



Corporate Social Responsibility Management Model

TO THE STATE

Fosun adheres to law-abiding operations, strives to seize the opportunities generated in the rapid development of China, and, through the unique model of “combining China’s growth momentum with global resources,” moves toward the goal of becoming a world-class investment group. Fosun’s steady growth has created a lot of jobs and tax revenue, and received many social honors. Fosun actively advocates the construction of a healthy business ecosystem and spreads the values advocated by political participation and other means.

TO SHAREHOLDERS AND THE PUBLIC

Fosun is convinced that the basis of the existence and long-term development of business organizations is to make contributions to society, create value for shareholders and the public, prevent risks in business operations, and ensure a sustainable and bright future for businesses.

TO CUSTOMERS AND INVESTEES

Fosun’s strategic positioning is to become “a premium global investment group with a focus on China’s growth momentum”, and Fosun’s customers are its investors and investees. The Group’s headquarters has continued to create value with management, built the “One Fosun” platform to share resources, gathered the power of growth, and jointly built a more harmonious and healthier business ecosystem.

TO EMPLOYEES

Fosun is committed to becoming the best employer, applying a variety of measures to allow all employees to study and work safely, healthily and happily in a better environment. Fosun provides systematic training and career development programs for employees, as well as humanistic care to employees and their families.

TO THE ENVIRONMENT

Fosun is one of the first Chinese private enterprises to establish an environment, health, safety and quality (EHSQ) department at the Group’s headquarters. In order to further implement energy-saving and consumption reduction measures and execute environmental regulations, Fosun has taken practical actions to contribute to environmental protection both in the investment management level and in the day-to-day work and operation aspect.

TO THE SOCIETY

Fosun funded a large number of charity projects, covering several major aspects of Fosun’s public services-supporting youth education, encouraging youth employment and entrepreneurship, protecting traditional Chinese culture and promoting Sino-foreign cultural exchange, etc.

Main Honors Obtained by Fosun in 2015



JANUARY

The Company won the honors of “Top 100 Enterprises with Comprehensive Strengths in 2014” and “Enterprise with Significant Advancement Award” in the “Top 100 Hong Kong Listed Companies” jointly organized by Finet and QQ.com.

On 12 January, Hurun Research Institute released the “Midas Rich List” for the first time. Among the 87 listed “Midas Rich”, Mr. Guo Guangchang, Chairman of the Group, ranked first, and Mr. Liang Xinjun, Vice Chairman and CEO of the Group, won the fifth place in the Midas Rich List.

At the “2015 The Capital Awarding Ceremony” held by Chinese Venture in Beijing on 21 January, the “2014 Chinese Venture PE List” was announced. Fosun Capital won three awards, namely the “2014 Best All Asset Management Firm in China”, the “2014 Top 10 PE Firms in China” and the “2014 Best Investment Case in China”. Meanwhile, Forte carried off the award for “2014 Best Real Estate Fund Management Firm in China”, and Fosun Kinzon scooped the award for “2014 Promising Equity Investment Firm”.

FEBRUARY

Mr. Liang Xinjun, Vice Chairman and CEO of the Company, won the “2014 Achievement Awards — Capital Markets Person of the Year” issued by FinanceAsia.

APRIL

The Company won the award of “the Best M&A Enterprise in the Insurance Industry of the Greater China Region in 2014” organized by Institutional Investor magazine.

Mr. Ding Guoqi, Executive Director and Senior Vice President of the Company, won the honor of the “Asia’s Best CFO” at the Asian Excellence Recognition Awards 2015 by Corporate Governance Asia. Meanwhile, the Company carried off the “Best Investor Relations Award” at the same event.

MAY

The Company ranked 536th on the latest List of Global 2000 Leading Companies in 2015 published by the Forbes magazine in the United States.

JULY

On the list of Top 500 Companies in China in 2015 announced by the Fortune magazine, the Company ranked 96th with RMB61.738 billion in operating revenue and RMB6.854 billion in profit of 2014.

AUGUST

On the list of “50 Most Influential Individuals of the Portuguese Economy in 2015” by the Portuguese mainstream media Jornal de Negócios, Mr. Guo Guangchang, Chairman of the Company, was ranked 30th on the list for “following the investment model of Berkshire Hathaway Inc. of Warren Buffett and the strategic thinking concerning the consumer demand in China”.

NOVEMBER

Mr. Guo Guangchang, Chairman of the Company, won the honor of “Figure of the Year 2015 in Portugal” awarded by Portuguese-Chinese Chamber of Commerce & Industry for the contributions that he and the Group under his leadership made to the economic development of Portugal and to the local community and the youths’ development in the country as they fulfilled their corporate social responsibility.

Mr. Liang Xinjun, Vice Chairman and CEO of the Company, was granted the honors of “China’s Best Industrial Investor TOP 10”, “China’s Best Internet Industry Investor TOP 10” and “China’s Best Modern Agricultural Industry Investor TOP 10” in the 2015 China VC/PE Industry List as well as “China’s TOP 5 Best PE Investor (60s) by Chinese LPs” in the 2015 China VC/PE Innovation List issued by China Venture.

DECEMBER

Mr. Liang Xinjun, Vice Chairman and CEO of the Company, was appointed as a Chinese Representative Designate of Asia-Pacific Economic Cooperation (APEC) Business Advisory Council (ABAC).

Mr. Guo Guangchang, Chairman of the Company, was recognized as the “2015 Most Influential Corporate Leaders in China” at the 2015 China Entrepreneur Summit and China Entrepreneur 30th Annual Awarding Ceremony.

Commitment to the State

The birth of Fosun was benefited from China's policy of reform and opening-up, and Deng Xiaoping's southern tour speech in 1992 encouraged four graduates of Fudan University to follow their entrepreneurial passion and established Fosun. Since the founding of Fosun, we have always adhered to the core values of "Self-improvement, Teamwork, Performance, Contribution to Society" : firmly grasped the main driver of China's economic development at different stages; and keenly identified high-growth industries at different stages, thus gaining rapid development. While pursuing economic development, Fosun has not forgotten to share its own development with employees, communities, local society and partners, actively giving back to the community. Meanwhile, Fosun is also actively committed to the improvement of China's business and natural ecosystems to support the revival of the Chinese economy and Chinese culture, striving to be a good corporate citizen and actively fulfilling its social responsibility.





FOSUN AND ITS INVESTEEES PAID TAXES OF RMB14.43 BILLION IN THE PRC IN 2015

In 2015, the total tax payment by the Group and its investees nationwide amounted to RMB14.43 billion, of which the total tax payment contributed by its operations in Shanghai in 2015 was RMB2,800 million. Through paying tax according to relevant laws and regulations in various regions of the country, the Group has made practical contribution to the development of these regions.

ACTIVE PARTICIPATION IN THE DISCUSSION ABOUT PUBLIC POLICIES TO PERFORM CORPORATE SOCIAL RESPONSIBILITY

In March 2015, Mr. Guo Guangchang, Chairman of the Group and a member of the 12th National Committee of the Chinese People's Political Consultative Conference, joined the Shanghai delegation in participating in the Chinese People's Political Consultative Conference. During the session, Mr. Guo Guangchang actively put forward opinions on a number of topics, including overseas expansion of mainland Chinese enterprises and the advancement of healthcare and environmental undertakings, and proposed strategies for them.

During the conference, Mr. Guo Guangchang submitted **seven proposals** to the conference, which are as follows:

1. Facilitating the integration of Chinese enterprises into the global economy
2. Advancement of workers' compensation insurance in China
3. Facilitating the sound development of the domestic environmental protection industry
4. Regulating the purchase of medicine and the settlement of medical fees in respect of health insurance through the internet
5. Encouraging retail pharmacies to participate in the basic healthcare service system
6. Encouraging the exploration of new investment and financing models for films and televisions
7. Reducing or abolishing tariffs on natural rubber imports

Commitment to the Public & Shareholders

Fosun has been persistently planting roots in China and investing in China's growth fundamentals. It has been actively implementing its investment model of "Combining China's Growth Momentum with Global Resources". Fosun is dedicated to making a major stride towards becoming a world-class investment group underpinned by the twin-driver of "insurance-oriented comprehensive financial capability" and "global industrial integration capability taking roots in China".





STRENGTHENING INFORMATION TRANSPARENCY, EFFECTIVELY COMMUNICATING WITH SHAREHOLDERS

Fosun Group timely discloses important information and communicates its latest developments through various forms such as shareholders' meetings, press conferences, annual/interim report conferences, announcements issued on HKEx, communications with analysts, meetings with investors, maintenance of Investor Relations on Fosun's website and newsletters, etc.

Commitment to Customers and Investees



CREATE VALUE FOR CUSTOMERS THROUGH SERVICES

Fosun believes that the Group's main customers are its investors and investees. The premise for Fosun to achieve sustainable development is that its investors and investees fully identify with Fosun's values, investment philosophy and investment capacity. Fosun's investors include limited partners in capital management business, all shareholders of Fosun International, and insurers in the finance and insurance industry in which it has invested. Only by constantly creating value for customers can Fosun establish a long-term win-win partnership with them.

Strategically positioned to become “a premium global investment group with a focus on China's growth momentum”, Fosun makes ongoing efforts to combine China's growth momentum with global resources through various systematic constructions in 2013. The Group creates strategic value for investees through strategic management, team building and investment decisions, and acts as a powerful platform for collaboration between the headquarters and industries in building a more harmonious and healthy business ecosystem.

PROMOTE CULTURAL INTEGRATION THROUGH VARIOUS MEANS

The Group advocates an atmosphere of discussion and exchanges, hoping to promote communications between the Group and various companies and between the companies, as well as to promote cultural integration. On the one hand, exchanges can enable the unlimited flow of wisdom that is scattered in the minds of all the Fosun people so as to promote the wider adoption of good approaches and practices, thus maximizing value. On the other hand, we also improve the utilization efficiency of various resources of the Group so as to promote the constant enrichment of the “One Fosun” resource system and facilitate the sharing and integration among companies.

Strategic management is one of the starting points for the Group to serve its investees. The Group requires each invested company to have an international perspective, helping Chinese enterprises develop overseas on the one hand, and on the other hand, helping foreign companies develop in China. The Group also advocates that all investees should have a global vision and the ability to organize resources globally. Fosun holds a conference every December, with strategy and research as the theme, to share resources and discuss changes in the macro and micro-economic situation with investees. Through the conference on strategy and research, Fosun fully reflects the diversification of strategic resources across its entire system and fully shares the knowledge and wisdom of the platform.

SERVE CUSTOMERS THROUGH RESOURCE SHARING

Fosun has established an effective docking mechanism to help new portfolio companies promote businesses by making full use of the “One Fosun” platform. The “One Enterprise” network procurement platform established by Fosun fully helped each portfolio company achieve effective cost reduction.

Fosun emphasizes services to investors of capital under its management. On the one hand, Fosun established a soft environment full of resources and support for them; on the other hand, it provides personalized and targeted support and services. The soft environment created by Fosun includes the concern both for the businesses of our investors and for their health and well-being. In terms of services and support to investors, Fosun helps them out by connecting them with various resources accumulated by Fosun.





Commitment to Employees

As an investment-oriented Group, Fosun regards its employees as its most valuable capital. Fosun has been aiming to become the best employer and the best platform for employees to realize their value. We fully protect the interests of employees, improve employee incentive schemes, and provide employees with humanistic care and services. We are always concerned with the personal development of our staff, emphasizing the importance of cultivating outstanding talents with an international perspective, providing professional and systematic training, and career development planning and platform to allow the Company and our employees to develop together.



EMPLOYEE CARING AND SERVICES

Fosun persists in improving and innovating, and strengthening the establishment of a comprehensive and diversified benefits system in order to creating a sound enterprise atmosphere and promoting a sense of belonging among the employees. Fosun cares for not only its employees but also their families. These are consistent with the value of “Self-improvement, Teamwork, Performance and Contribution to Society” that has been upheld by Fosun.



EMPLOYEE CARING

Fosun established different benefit plans for various employee groups. We enhanced caring plans for expatriate employees and their families, and innovate the caring models for the senior employees. We also adopted incentive and benefit plans tailored to our core employees, outstanding employees and young employees with high potential. In 2015, based on the results of the employee dedication survey, and according to the actual situation of the Group, we improved our annual leave system, revised the domestic and overseas business travel standards, and made appropriate adjustments and improvements to employee benefits in different aspects, such as physical examination, birthday care, team building, travel insurance and health insurance according to the different needs of various employees. We take full advantage of the Group's own insurance, finance, consumer, health and other resources, so that employees can share all types of internal products, services and related resources at lower costs and more conveniently.

Fosun also cares about the physical and mental health of female employees and provides special care to them. The Group expresses its appreciation for the female employees' work on Women's Day every year on March 8. We also regularly organize lectures on women's health and prevention of occupational diseases.

We have been striving to provide diverse forms of care for employees and their families, including all-round care for the growth of the “Children of Fosun Employees” and enrich the family life of our employees. We organize various activities every year and invite employees and their families to participate, hoping to help our employees and their families enjoy happy lives.

EMPLOYEE SERVICES

We use the internet and various new channels to enrich employee services and have introduced our personnel service hotline mobile application “A La Ding”. We have innovated methods of benefit distribution and internal communication, such as announcing or introducing employee benefits through our own mobile application, displaying various remuneration benefits and human resources policies through scroll display and online banners on the home page of our Group's intranet. We distribute employee benefits through our self-developed application “Fosun Pay”. We also use “Fosun Pay” to organize virtual fairs, allowing users to recharge and pay for meals online.

Fosun has established a full-time employee service staff who assist employees in applying for various certificates, such as employment permits/residence permits for expatriate employees, permits for introduction of high-caliber employees from other provinces or cities, residence certificates for employees from other cities, college graduates settlement and collective residence affiliation so as to reduce time and efforts spent by employees on applying for these certificates, which effectively supported the introduction of excellent talents.

We actively promote the use of English in our internal systems, processes, rules and regulations so as to drive the Group's internationalization and meet the demands of our diverse employees. We also studied and formulated exclusive welfare policies and systems according to the laws, regulations and market practices in different countries and regions. Meanwhile, we also introduced induction courses and the “Partner” program tailored for our overseas staff to help expatriate workers quickly understand and integrate into our corporate culture.

EMPLOYEE TRAINING AND DEVELOPMENT

The Group believes that employee talents and skills form the core competitiveness for an enterprise, and as such, it has always valued the development of both the Group and its staff as one of the most important responsibilities of the Group. It provides employees with more opportunities for occupational development and better working conditions through sustained efforts. With continuous growth and structural improvement, we have promoted the integration and cooperation among team members in the creation of value and formed elite working groups. These measures allow both the Company and its staff to build a brilliant future together.

CULTURAL PROMOTION

Employees in training are given a thorough understanding of the Group's corporate culture and values. Meanwhile, we also work with external consulting companies and universities or colleges in the integration of our internal and external training materials and resources, in an attempt to promote our corporate brand. In addition, the Company has developed a unified mechanism regarding the promotion, guidance, communication and coordination of talents. It effectively bridges the gap between the diverse talents of different cultural backgrounds, realizing harmonious relationships among the members of Fosun's big family.

STRATEGY INTERPRETATION

The Group, through its development strategy and focus on solving practical issues, assists its staff in understanding the key strategies of the Group by sharing cases of innovation and best practices with them so they can better implement our strategy extensively and in a well-coordinated manner.

OVERSEAS TALENTS TRAINING

The Group accelerates its globalization by promoting the exchanges of talents between domestic and overseas enterprises and realizing cross-cultural management. It facilitates cultural integration and strategic collaboration, and aims to set common objectives; it also provides more worldwide cross-regional training in skills and acquisition of knowledge.

CAREER DEVELOPMENT

In accordance with the Group's development strategy and the human resources planning requirements, and taking into account the characteristics of its own development, we established a four-tier, pyramid-shaped, talent training system, namely "Leadership Development Program", "Management Excellence Program", "Young Leaders Program" and "Fo-Star Program". We provide different development paths at each level that match different development goals so as to assist employees in evolving from investment analysts to investment general managers. We have thus designed different learning paths and training courses that suit employees with various capabilities and varying degrees of competence, helping them grow and develop rapidly.



TRAINING THROUGH CASE STUDIES

INVESTMENT CASE REVIEW

Fosun's system offers a wealth of typical cases from work for study and exceptional cases of outstanding performance of high-calibre employees who share their work experience with others. It focuses on three targets: first, to improve the staff's investment and management capability by conducting internal training and sharing experiences with the investment teams; second, to gradually develop investment tools or methods that Fosun should possess by generalizing from the rich experience gained during its many investment efforts; and third, to progressively refine the learning-and-growth model of our core investment members, including the managing directors and executive directors, through a range of case studies.

FOSUN AMBASSADOR PROGRAM

We conducted two Fosun Ambassador Programs in 2015 to facilitate the integration of Fosun's investment teams and its domestic and overseas investees, and deepen overseas investees' understanding of Fosun's culture, investment strategy and investment management. More than 20 middle and senior management members from overseas investees, and different regions and work groups participated in the intensive learning program for two weeks.

FO-STAR PROGRAM

Fo-Star Program is the "1+1" two-year talent fostering program that tracks fresh graduates who were selectively recruited by the Group from prestigious universities around the world. It is an important way to cultivate future investment experts and future enterprise leaders for the Group and is the foundation and initial plan of Fosun's talent-echelon pyramid. Its specific plan can be classified into induction into Fosun's corporate culture, professional training, training in investment skills and training through job rotation and overseas assignments. The program is part of Fosun's measures to develop itself into an enterprise well-adapted to its globalized operations.

SKILLS ENHANCEMENT TRAINING

We set up "Fosun Class" to help employees enhance basic knowledge and skills, and improve efficiency and effectiveness at work, enabling them to efficiently carry out their tasks as professional managers of business whose work is up to standard.

PROFESSIONAL TALENT TRAINING

Establishing various lines of professional and specialized training, focusing on investment, insurance, finance, risk control, human resources and multifunctional lines; and encouraging a system of "learning from practice", with the aim of honing the employees' business acumen and enhancing their adaptability.

LUNCHEON SESSION

The Group held 33 lunch-time sharing sessions in 2015, according to its nine major strategies, to share its corporate strategies, hot topics on investment and best practices. More than 2,300 employees attended the sessions.

MOBILE LEARNING PLATFORM

Fosun offers interesting training courses in the form of "micro-lectures" to employees through mobile phones. More than 30 online courses were continuously launched in 2015 so as to allow employees to enjoy a much greater degree of flexibility and have fun when attending tailored training programs that take the form of games.

STRATEGY INTERPRETATION

The Group, through its development strategy and focus on solving practical issues, assists staff in understanding the key strategies of the Group by sharing cases of innovation and best practices with them so they can better implement our strategy extensively and in a well-coordinated manner.



Commitment to the Environmental Health & Safety

The Group actively fulfills its social responsibility, protects and cares for the environment, makes good use of and values resources, adopts more environmentally friendly designs and technology, enhances the sense of environmental protection among its employees, business partners and customers, and strives to minimize the impact of its businesses on the environment.

The Group published the "Fosun Group's Safety, Quality and Environmental Policy" in 2012, and committed to society that it would implement the policy fully in the companies under the Group, including various invested enterprises and offices. The Environmental Health Safety and Quality (the "EHSQ") performance of its various enterprises was enhanced through the Group's direct supervision or on their own initiative.





ESTABLISHMENT OF SAFETY AND ENVIRONMENTAL PROTECTION CULTURE

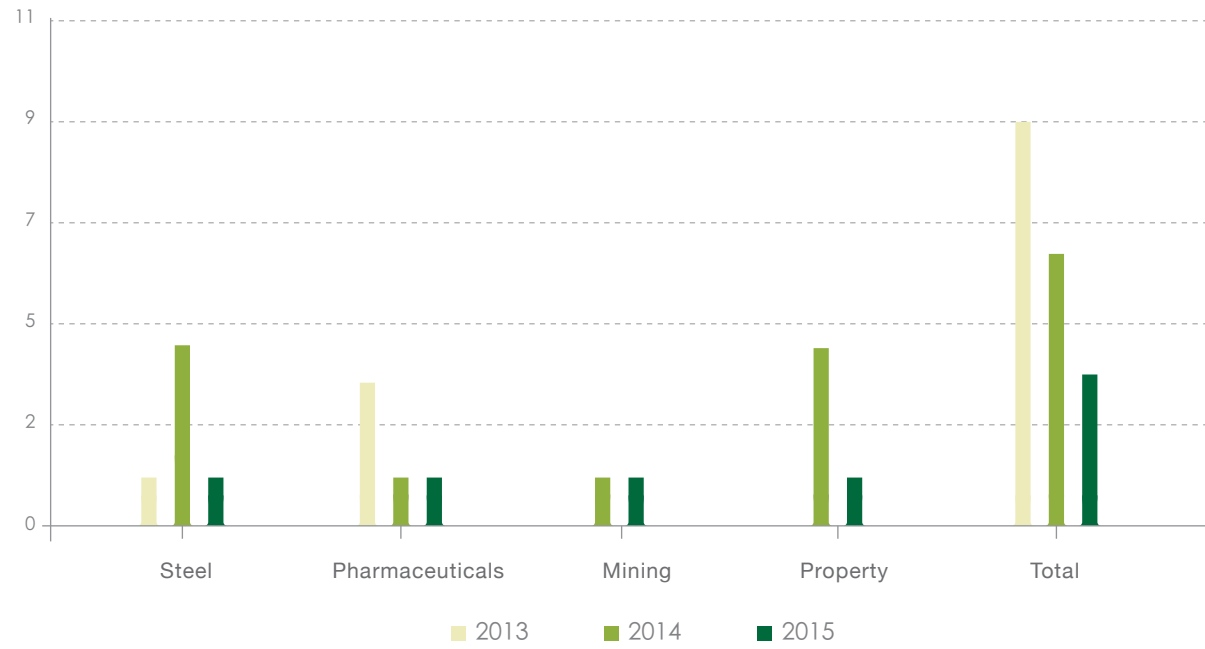
“Self-improvement, Teamwork, Performance and Contribution to Society” constitutes the cultural values of the Group. We have always regarded occupational health, production safety, environmental protection and quality control as the important elements of corporate social responsibility, and they permeate the Company’s strategy for sustainable development. Through the implementation of a systematic, scientific and regulated EHSQ management system, we try to establish an enterprise that honors nature and is environmentally friendly, resource-saving and quality- and benefits-oriented. Such an enterprise will work with all sections of society to build a healthy and natural business ecosystem.

As an investment group, Fosun will ensure its consistent compliance with EHSQ requirements throughout the entire process of all its investments and operations, from EHSQ due diligence before investment in projects, EHSQ supervision after investments to EHSQ gate-keeping when we exit the investments.

1.OVERVIEW OF THE GROUP’S EHSQ REGULATION AND CONTROL

The Group established an EHSQ Supervision Department at the headquarters in 2012, and fully coordinated the supervision of its production safety, environmental protection and product quality. Initiated at the Group level, the move has led to gradual improvement of all the key segments’ EHSQ organizational structure over the years. Express instructions in writing have been issued to require officers responsible for EHSQ management system to be directly accountable to their respective chief operating managers and report their work to them so as to ensure the progress and implementation of the relevant work of EHSQ. The Group’s supervision is based on incident reporting and accountability, facilitated through a well-established system and assessment. This arrangement has induced the enterprises under Fosun to proactively enhance the EHSQ management standards comprehensively and effectively.

Statistics about reported incidents during the three years since the promulgation and implementation of the “Material Safety, Quality and Environmental Incidents Reporting System” by Fosun Group in 2012 were as follows:



Major accidents at the Group, including personal injuries, occupational ailments, environment pollution, fire accidents and product recall due to quality issues, are defined and specified differently from those defined at the national level of the PRC. The Group adopts standards which are more stringent than the PRC’s national standards. For example, within the Group, personal injury accidents in which one person suffered from serious injuries (including employees from contractors) or any fire accidents and natural disasters that resulted in certain losses that are required to be reported for insurance claims, are listed in the category of major accidents of the Group that need to be reported to and to be included in the statistics compiled at the Group’s headquarters. Investigations into the accidents will be carried out and rectification measures will be implemented, while other incidents (such as accidents that lead to loss of time at work, including minor injuries) are tallied and investigated by the relevant companies under the Group, and the Group will carry out statistical analysis and recommend the corresponding rectification measures. Companies concealing accidents will be subject to severe punishment.

Statistics about FTE casualty of Fosun Group’s main investees over recent three years were as follows:

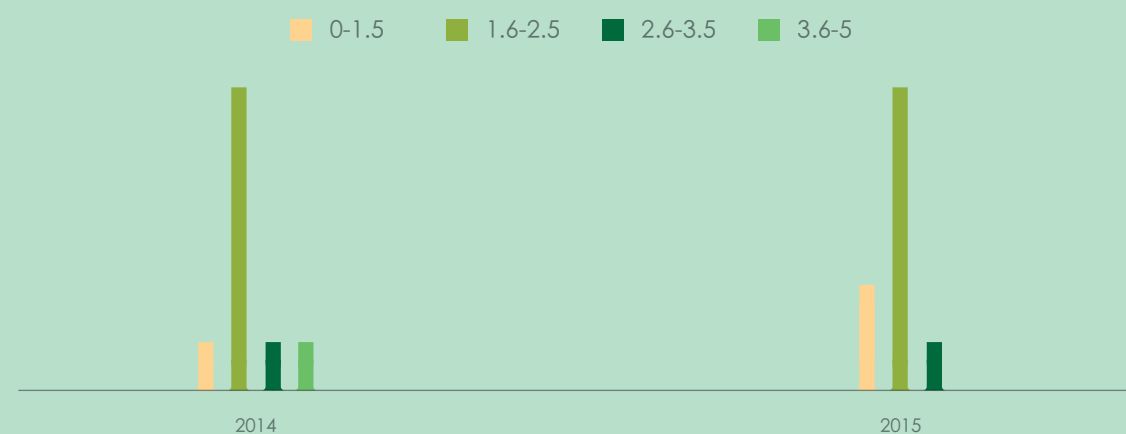
Statistical table of FTE casualty of Fosun Group’s main investees from 2013 to 2015

	Mining segment			Steel segment			Property segment			Pharmaceuticals segment		
	2013	2014	2015	2013	2014	2015	2013	2014	2015	2013	2014	2015
Number of FTEs	4464	4375	4221	14474	14026	12897	1807	2067	3822	14675	15757	15187
Death toll of FTEs	1	0	1	0	1	0	0	0	0	1*	0	1
Number of seriously -injured FTEs	0	0	1	0	0	0	0	0	0	0	0	0
Number of FTEs suffering occupational disease	0	0	0	0	0	0	0	0	0	0	0	0

* Resulting from traffic accident on employee’s way to work.

2. ESTABLISHMENT OF THE GROUP'S EHS SYSTEM AND UPGRADING EHS MANAGEMENT STANDARDS IN ENTERPRISES

In 2013, the Group launched the Safety/Health/Environment (EHS) management system manual and review system. This system is based on the foundation of OHSAS18001, ISO14001 and national safety production standards, including 5 major parts, namely systemic management elements, environment, safety, occupational hygiene, firefighting and loss prevention. According to the assessment score in each item, the EHS management standard and site management of the enterprises under the Group are classified into 5 score levels (0-1.5, 1.6-2.5, 2.6-3.5, 3.6-4.5, 4.6-5) to be quantified for review and comparison. Enterprises with relatively low scores (less than 1.5) will be classified as “red light” enterprises and brought under close supervision. The Group's headquarters appointed internal and external EHS management experts in 2014 and 2015 to conduct the EHS audit at 20 enterprises controlled by the Group according to the scoring system of the Group's EHS management system, covering the key segments of pharmaceuticals, steel, mining and property. The summary of audit scores was as follows:



Through audit scores of the EHS system, enterprises are able to know timely whether they have shown signs of improvement or regression in the EHS management in vertical and how they compare with the others regarding their EHS management standing within the Group in horizon. They are thus able to identify leading enterprises within the Group and then learn from the latter so as to improve in the future. The overall audit scores for EHS systems of the enterprises under the Group in 2015 were higher than those in 2014, showing a remarkable improvement and that a positive competition mechanism has been formed within the system. By linking the audit scores with the appraisal of leaders at various levels, much progress has been achieved in EHS work. One noteworthy point is that hospitals under the Group have also actively commenced the building of EHS systems which have received general recognition. It is another new attempt to establish internal risk control management by conducting the building of EHS systems to improve logistics support capability in the medical service industry.

Pictures of EHS system audit:



EHS pre-audit meeting of Chancheng Hospital



EHS Site Audit Of Chongqing YAOPHARMA

3. FULLY SUPPORT ENTERPRISES IN EFFORTS TO COMMENCE WORK ON PRODUCTION SAFETY AND ENVIRONMENTAL PROTECTION

The Group actively supports its investees in their efforts to improve and upgrade production safety and environmental protection and ensure investees' focus in the two areas.

STEEL SEGMENT

Nanjing Steel Group attaches great importance to the safety and health of its employees, and with the purpose of continuous improvement, guarantees full costs of safety production and carries out risk remediation and staff training, investing a total of RMB105.1 million in safe production in 2015. Maintenance and repair in the metallurgical industry involves high risk operation. For this, Nanjing Steel Group focused on the brainstorm project of energy isolation and LOTO in 2015. It established a project team consisting of a Safe Energy & Environment Dept., a Manufacturing Dept. and all the production units, and each unit also set up its own working group headed by the equipment director to push forward the project. According to Fosun Group's "Management Standards for Energy Isolation", Nanjing Steel developed the "Control Procedures for LOTO of Equipment Energy Sources", prepared special management documents, case videos, lock use videos and other training materials, and invited consulting firms to give special lectures. In 2015, 16 production units of the company organized more than 70 sessions of LOTO training, with more than 8,000 employees trained and 3,082 authorized. In the third quarter, the company fully completed the preparatory work such as identification of equipment energy sources, making of identification plates for single equipment, and lock configuration, and conducted a full rollout in the fourth quarter to ensure safe maintenance and repair. Accidents related to maintenance and repair were effectively controlled.

Case: management of equipment lockout in the maintenance and repair



In 2015, the state implemented a new environmental law, the most stringent in history, enhancing the emission standards of the steel industry. Faced with the same difficulties impacting the entire steel industry, Nanjing Steel rose to the challenge by paying close attention to the basic management of environmental protection, vigorously promoting pollution control, and investing nearly RMB300 million in the transformation of 65 environmental projects. It actively promoted clean production, reducing pollutants from the source and other production processes, and enhancing the overall environmental management level, thus enabling several emission indicators of pollutants of waste gas and waste water to meet first-class domestic levels.

Comparison of specific indicators with first-class level of clean production (internationally advanced level) is as follows:

Indicator name		2013	2014	2015	Cleaner Production Class-A Standard
Waste gas	SO ₂ (kg/t. steel)	0.99	0.67	0.39	1
	Smoke dust (kg/t. steel)	0.90	0.73	0.418	1
Waste water	COD (kg/t. steel)	0.024	0.025	0.0208	0.2
	Ammonia nitrogen (kg/t. steel)	0.00057	0.0004	0.0006	/
	Per-ton-steel new water consumption (m3/t. steel)	3.58	3.58	3.2	6

Case: Environmental Improvement



Shaft furnace desulfurization



Sound insulation screen



Dry coal shed dust

MINING SEGMENT

Hainan Mining Co., Ltd. vigorously promoted the construction of an EHS (environment, health and safety) system, and in 2015, with the assistance of a consulting firm, it established a comprehensive EHS management manual and process document. To strengthen personnel training, it organized five sessions of EHS system training courses and EHS training for team leaders and management personnel, and distributed all the EHS documents to shift teams, organizing studies and tests in which all employees participated. In addition to supervisory audits by the Group, Hainan Mining also conducted regular internal audits on secondary units to identify and rectify problems, forming a closed-loop control and promoting the effective operation of the EHS system. In the light of potential safety hazard rectification, the Group guaranteed investments with vigorous support, and Hainan Mining invested a total of RMB13.9942 million in safe production in 2015.

All the secondary units of Hainan Mining seriously implemented the EHS management manual and process document and strengthened high-risk operation safety management in LOTO, fire operation, height operation and confined space to ensure a safe and reliable working environment for employees.



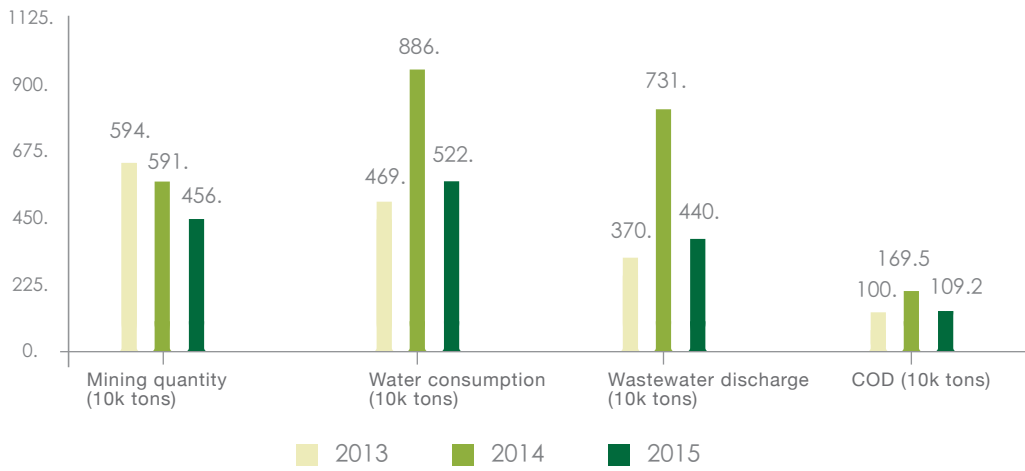
EHS management system training of Hainan Mining Co., Ltd.



Identification plate for single equipment



Identification plate for confined space



*In 2014, the newly built lean ore dressing plant was put into operation officially and thus the total water consumption, waste water discharge and COD increased significantly. Considering this situation, the company has devised a relevant water conservation plan, lowering the respective indicators significantly in 2015.

Statistics of major indicators of environmental protection and industrial hygiene of Hainan Mining are shown below:

Indicators	2013	2014	2015
Industrial waste water discharge compliance rate	100%	100%	100%
Industrial waste gas emission compliance rate	100%	100%	100%
Recycled water utilization rate	83%	83%	84%
Work site dust up-to-standard rate	94.28%	94.30%	98.83%

PHARMACEUTICALS SEGMENT

In 2015, Fosun Pharma Group and all its portfolio companies promoted EHS work in all aspects. Significant decision-making matters could be reported directly to President of Fosun Pharma, which not only reflected the attention paid by the top management of Fosun Pharma to the EHS work, but also complied with the provision of national laws on “double duties for one post” for EHS. Currently, the headquarters, all business segments and investees of Fosun Pharma Group have set up their own EHS management committees or full-time staff to ensure the organizational guarantee and effective promotion of the management system.

Under the premise of strict compliance with national and local EHS laws, regulations and mandatory standards, each investee of Fosun Pharma made proactive and continuous improvements in environmental protection, occupational health and prevention of safety accidents. In terms of energy saving and consumption reduction, pollution reduction, improvement of process safety management as well as strengthening of health and safety training and employee participation, all investees made due efforts and achieved good results. As of 2015, a total of nine investees of Fosun Pharma had passed the third-party certification of ISO14001 and OSHAS18001 systems, and 13 investees had passed the third-party review of safety standardization organized by safety supervision departments at all levels.

In 2015, Fosun Pharma invested about RMB21.56 million in environmental hardware facilities (including construction and upgrading) and about RMB10.1 million in the operation of pollutant treatment facilities. Effective energy-saving measures have been promoted widely and profoundly among investees, achieving good economic and environmental benefits. During the reporting period, energy cost savings totaled approximately RMB9.7201 million. In 2015, facility and operation investments in the safety field reached RMB45.05 million, twice the investments made in 2014. The continued investment in safety has played a crucial role in providing a safe workplace to employees and ensuring sustainable development of the enterprise. In 2015, investees of Fosun Pharma conducted a total of 71,474 hours of EHS training with 25,534 participants, the average number of participation was 1.68 times/person and the average training hours 4.71 hours/person, a substantial increase over 2014.

Comparison of energy resources consumption of Fosun Pharma over three years

Year	Total water consumption (in: m³/year)	Total power consumption (in: KWH/year)	Standard coal equivalent of power (in: kg/year)	Total consumption of all energies except power (converted to standard coal equivalent) (in: kg/year)	Comprehensive energy consumption (converted to standard coal equivalent) (in: kg/year)	Energy consumption per RMB10,000 output value (calculated in standard coal)	Water consumption per RMB10,000 output value (in: m³/year)
2013	7,777,884	365,006,317	44,859,276	120,177,461	165,036,737	No statistics	No statistics
2014	8,377,364	421,765,752	51,835,011	122,713,255	174,548,266	171.56	8.23
2015	8,716,937	424,467,622	52,209,518	121,204,106	173,413,623	157.01	7.89

*The water and energy consumption of Fosun Pharma in 2015 are shown in the table above, covering 38 investees. Comparing with the full coverage, the total water consumption and total power consumption per RMB10,000 in 2015 were respectively 4.1% and 0.6% higher than those in 2014, but the overall energy consumption was lower than that in 2014, as the total water consumption and total power consumption per RMB10,000 output value respectively decreased by 0.34 tons/RMB10,000 and 14.55 tons of standard coal/RMB10,000, a decrease of 4.1% and 8.5% over 2014. The increase in total water and power consumption was attributed to the production increase of some of the investees of the Group. Despite of the production increase, the investees did not forget to improve the utilization efficiency of water and energy resources and gradually reduced the intensity of water and power consumption. In addition, in order to reduce atmospheric pollution caused by coal-burning boilers, some investees gradually transformed the boilers from coal burning to electricity or gas-driven. This typically resulted in a slight increase in power consumption, with other energy consumption decreasing slightly and overall consumption in decline in the allocation of the three energy consumptions. It also fully verified the efforts made and results achieved by the Group in energy consumption management.

Discharge of three wastes (waste water, waste gas and solid waste) of Fosun Pharma:

Item		2014年	2015年
Waste water	Total waste water (t)	5,677,448	6,285,061
	COD (t)	440	488
	Ammonia nitrogen (t)	60.94	56.00
Waste gas	Total waste gas (m3)	1,773,160,913	2,051,712,082
	Sulfur oxides (t)	318	408
Solid waste	Total solid waste (t)	50,258.24	65,597.22
	Total hazardous waste (t)	No statistics	962.43

For the detailed data, please refer to the CSR reports of Fosun Pharma in 2015.



Examples of environmental improvement projects conducted by investees of Fosun Pharma



Case I: ECC heat-pipe energy-saving HVAC dehumidification boosting project of Erye Pharma (received energy saving support at municipal and district levels)

Technical introduction: the cold and hot air temperature conversion in HVAC' s own cycle process is used to convert the energy in air pre-cooling and heating with the ECC heat-pipe energy-saving HVAC dehumidification booster, thus reducing HVAC's energy consumption; coverage area: energy-saving upgrade of 26 units of HVAC in six workshops, including raw materials and preparations workshops, have been completed; energy-saving prediction: an annual saving of 968,400 kWh power consumption, 7,161 tons of industrial steam, 1,079.37 tons of equivalent standard coals, and RMB1.9117 million of funds;



Case II: water-saving project of recycling of concentrated water and reuse of reclaimed water of Yao Pharma

Technical introduction: collect industrial steam condensate, process-produced wastewater and reclaimed water in the sewage treatment system, and return them to the cooling tower or the reclaimed water tank for separate use; coverage area: Renhe Factory has completed the construction of a set of condensate water reuse system and a set of reclaimed water reuse system, and Water and Soil Factory has completed two sets of production wastewater reuse system; water-saving prediction: the water-saving system of Renhe Factory is expected to save 87,200 tons of water per year, and the Water and Soil Factory is expected to save 22,230 tons of water per year;

PROPERTY SEGMENT

Following the great importance attached by Fosun Group to corporate social responsibility, Fosun Property focused on strengthening the construction of management systems in 2015. It further improved the organizational structure of its EHS management lines and strengthened the construction of its EHS systems, so as to prevent risks from the systems. Meanwhile, in order to implement the EHS management strategy, Fosun Property constructed a standardized management system through unified EHS management processes and regulations. Fosun Property took the safety management of major property projects and teambuilding of major lines as the starting point to achieve safe and civilized projects without accidents and safety management without blind spots, i.e. to achieve comprehensive safety management, thus creating higher quality projects and building more boutique projects for customers.

Fosun Property completed researching its EHS personnel structure, organization model, management model and processes, and systems of its affiliated companies of various production lines in 2015. In conjunction with the EHS management system of Fosun Group and in combination with development characteristics of the property industry, Fosun Property completed the development of “Guidelines of Fosun Property on EHS Management Systems”, “Safety Management Manual for Developer-owned Properties”, and “Detailed Rules of Fosun Property on Reward and Punishment of EHS Management”, to help and guide its affiliated companies of various production lines in dealing with EHS risks in the development process. Through site visits to and inspections of property projects around the country, Fosun Property improved and established a professional EHS management team of 75 persons, and organized regular training of the management team every quarter to share EHS management experience of its outstanding property projects.

Aside from strengthening the self-construction of the systems of Fosun Property, EHS management of suppliers in the property industry has become an important part of EHS management since the entire property industry is subject to upstream and downstream industry chains. In 2015, Fosun Property led management teams of all the product lines to form a joint taskforce to implement the “system of safety management and one-vote admission refusal” on general contractors and subcontractors collaborating with Fosun Property. Fosun Property formulated standard contracts and letters of commitment that improved management rules on safe and civilized construction, clearly defining the responsibilities of general contractors and subcontractors in the site management of projects. In terms of the selection of general contractors of major projects during the bidding process, Fosun Property proposed specific requirements, and reward and penalty measures for the safety management of construction sites. With regard to special scoring of safe and civilized construction in technical review, companies with low scores would be ineligible to be short-listed, and those with safety accidents would no longer be allowed to participate in the bidding and cooperation of any project. At the same time, Fosun Property participated in the contract disclosure of bid-winning suppliers, strengthening the education of contract responsibilities to owners’ engineering staff and management teams as well as general contracting and supervision teams, and urging the enhancement of on-site EHS management.

Through the launch and implementation of safety management strategy and related specific work of the year, employees of Fosun Property and its affiliated companies had no work-related accidents in the reporting period of 2015. All the property projects have achieved good results in the EHS management.

BRIEF OF EXCELLENT PROJECTS OF FOSUN PROPERTY IN THE EHS MANAGEMENT IN 2015

TIANJIN LAKESIDE PLAZA

Tianjin Lakeside Plaza is located in the Airport Area of Tianjin Pilot Free Trade Zone. The project has a total construction area of about 600,000 square meters, including 290,000 square meters of residential area and about 310,000 square meters of commercial area. The commercial section contains five themes, namely fashion and shopping, dream wedding, family entertainment, stylish dining and high-end office, aiming to create a top experiential commercial complex in Tianjin Free Trade Zone.

In the daily management, the project team fully implemented the EHS management systems of Fosun Group and Fosun Property. Through the persistence and hard work of the EHS management team, a safe, environmentally friendly, healthy and civilized project site was created with characteristics of Forte Tianjin, according to the actual situation of the site, and won the title of “Safe and Civilized Site at the Municipal Level of Tianjin”.



ATLANTIS HOTEL IN SANYA, HAINAN

Situated in beautiful Haitang Bay in Sanya, this Atlantis Hotel is the third in the world, following Atlantis Hotels in the Bahamas and Dubai. It represents the latest trend of the tourism industry in Sanya, and is also an important symbol of Sanya efforts to become a benchmark city in the Hainan tourist zone.

With a building height of 226.5m and a total construction area of 492,215 square meters, the hotel boasts a maritime theme, integrating five elements of “catering, accommodation, sightseeing, shopping and entertainment”. After completion, the hotel will have 1,314 specialty guest rooms with a full view of the sea and about 1,000 units of saleable high-rise serviced apartments and villas designed to match the hotel, creating a high-quality comprehensive tourism project and a world-class tourist destination.

Under the care of governments at all levels and all walks of life and through unrelenting efforts of the Group, Fosun Property and the EHS management team, the project won the great honor of “Safe and Civilized Site in Sanya” and “Garden-like Site” during the construction of its foundation, and was listed as a civilized and standardized site, and demonstration site of Hainan. It became the first project to win prizes at such an early stage of construction, and has received unanimous praise from provincial and municipal leaders.

Great importance was attached to the safe and civilized construction of the project with part-time EHS positions set up in all parts to take charge of the daily management and supervision work and point out problems identified and order rectification within a specified time, which achieved good practical results. So far, the project is free from major quality, safety and fire accidents.

In accordance with requirements of the company, the management team will firmly implement relevant norms and standards for the safe and civilized construction and strengthen on-site management so as to ensure 100% pass rate in the project quality and the title of “Green Island Cup” and the “Gold Medal of National Prime-quality Project”.

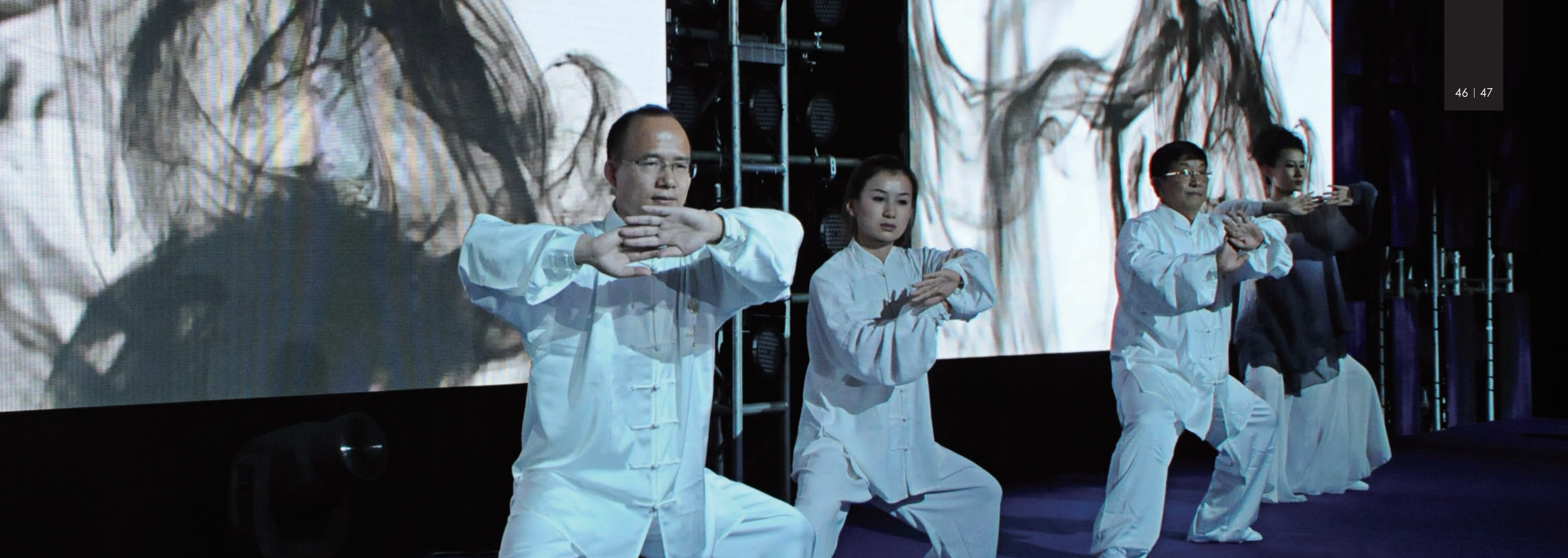


Commitment to the Community and Society

Fosun Foundation was officially established in September 2012, which also marked the 20th anniversary of Fosun. Upholding Fosun's cultural philosophy of "Self-improvement, Teamwork, Performance and Contribution to Society", Fosun Foundation has been integrating resources of all member companies of the Group and all sections of the community since its establishment to gain access to different platforms and create valuable philanthropic activities.

Inheriting culture, supporting education, encouraging entrepreneurship, promoting messages of health and providing disaster relief as well as helping the poor are the objectives of Fosun Foundation. Fosun also established a special art foundation in 2015 and gradually developed its all-embracing, internet-enabled philanthropic network. During 2015, Fosun Foundation donated about RMB45 million to nearly 50 charitable projects and also successfully went abroad to cooperate with world-renowned institutions in carrying out fruitful work.





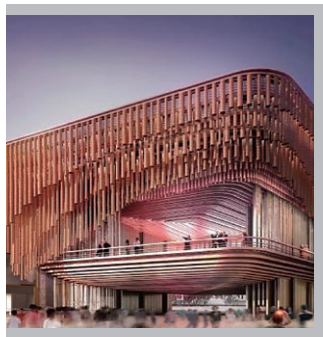
FROM SYMPHONIES TO YI TAICHI—SINO-GERMAN CULTURAL EXCHANGE PROGRAM



On 14 October 2015 (Germany), “Building Bridges from Symphonies to Yi Taichi — the Inaugural Ceremony of Sino-German Cultural Exchange Program” was hosted by the Fosun Foundation and German Philharmonic Council and co-organized by Shanghai Symphony Council, China Entrepreneur Club, Sino-German Economic Commission in Berlin, Germany.

During the event, famous contemporary German musician Mr. Justus Frantz shared the concept of “music union” with Fosun and decided to take the bilateral cooperation as an opportunity to make a contribution to the promotion of arts and cultural exchanges between China and Germany. As the first step of the program, Fosun Foundation signed a memorandum of cooperation with Justus Frantz Foundation to establish a long-term partnership and to jointly promote the cultural exchanges between China and Germany.

FOSUN’S ARTS CENTER JOINED HANDS WITH LINCOLN CENTER FOR THE PERFORMING ARTS TO CREATE A NEW CULTURAL LANDMARK



On 18 September 2015, as the sole top-tier partner of Lincoln Center for the Performing Arts, the Group supported the holding of the first global exchange event of Lincoln Center for the Performing Arts. Fosun Foundation has formally signed a strategic partnership agreement with the Lincoln Center for the Performing Arts. The newly established Fosun’s Arts Center will join hands with Lincoln Center to continuously promote Sino-American cultural exchanges and international cooperation in the areas of arts and education.

As a cultural and artistic highlight in the Bund Financial Center’s cluster of buildings invested by Fosun, Fosun’s Arts Center is bound to be a major international cultural venue, striving to transform the 100-year-old functional cluster of buildings in the Bund of Shanghai into cultural and artistic platforms. Upon its completion, it will become the crown jewel in the Bund’s financial cluster. The addition of Lincoln Center for the Performing Arts to Fosun’s partnerships for cultural exchanges means that Shanghai’s residents can expect to enjoy a feast of international culture and arts to be showcased in Fosun’s Arts Center and thus enrich their cultural life.

THE SECOND PRAMERICA FOSUN SPIRIT OF COMMUNITY AWARDS



Pramerica Fosun Spirit of Community Awards is jointly organized by Fosun Foundation and Prudential Financial, Inc. in the United States. The Award derives from Pramerica Spirit of Community Awards, which was co-founded by Prudential Financial, Inc. and the National Association of Secondary School Principals in 1995, and is the largest award given to the youth and entirely based on voluntary community volunteer services in the United States. The project has expanded into an international network, encouraging the youth worldwide to help others, serve the community and contribute to society by participating in voluntary activities.

On 19 March 2015, the 2015 Award Ceremony of Pramerica Fosun Spirit of Community Awards was grandly held in Shanghai. During the event, 15 students from junior high schools and high schools were elected to be the most outstanding volunteers in Shanghai and were awarded with “celebrity volunteers” and silver medals. Among them, Li Jiahao from Shanghai High School and Xu Chao from Shanghai Xinzhuang Middle School were conferred the title of “Charity Ambassadors”, and they represented our country in the global award ceremony held in Washington in May 2015, where excellent middle school students from around the world gathered.

THE 2015 YOUTH INNOVATION COMPETITION ON GLOBAL GOVERNANCE (“YICGG”)



The 2015 Youth Innovation Competition on Global Governance jointly organized by the Group, Fudan University, The China Corporate United Pavilion of Milan Expo, Shanghai Overseas Chinese Foundation was successfully held during the Milan Expo.

YICGG originated in 2007. It is the world’s first international innovation competition in the field of “global governance” independently established by Chinese college students and has developed a greater international influence in the relevant field, a wider cooperation network and more organizational experience. The project is open to all youth around the world. It is a competition of proposal design and creativity on global governance, a channel for youth from different countries to think deeply and discuss global issues as well as a platform which can encourage and inspire the youth to devote themselves to the global governance.

As one of the hosts, Fosun, over a long period of time, has been paying a good deal of attention to educational undertakings and continuously fostering entrepreneurship and employment for the youth. Fosun hopes that YICGG could turn out to be an ideal place for fostering the growth of the world’s future leaders or to be a youth think tank reserve for the operation of future corporate brands by inculcating a sense of innovative global governance into the youth.

RED RED GO HEALTHY RUN WITH A DEEP AFFINITY WITH COMMUNITY

By virtue of the Forte community, Fosun Foundation and Forte collaborated in organizing healthy run charity events in six cities, including Chengdu, Shanghai, Beijing, Tianjin, Wuhan and Hangzhou, calling on participants to run for love and to show energy and passion when running freely. Runners who completed the race were granted charity funds of RMB100, which could be donated to charity projects for such purposes as environmental protection and provision of financial aids to students in impoverished areas so as to help others within their power when they joined the run.

RESPECT TEACHERS, FOCUS ON TEACHING AND ASSIST IN FOSTERING TALENTS

Fosun has been interested in education since its establishment, and has been constantly helping many students to become talents. Concerning youth education: In September 2015, the award ceremony of the 14th Fosun “Respect Teacher Award” was held at the Jiulong Model Secondary School. Fosun Foundation has donated RMB500,000 every year to Jiulong Model Secondary School since the Fosun Respect Teacher Award development fund was established in 2001 to award outstanding teachers in Jiulong. Till now, Fosun Foundation has awarded a total of RMB7 million to more than 850 teachers.

Sponsoring university students to become talents: Fosun has attached importance to and supported education in China. In recent years, Fosun Pharma has set up scholarships and teaching awards with five universities, including Fudan University, Shenyang Pharmaceutical University and China Pharmaceutical University, etc., for constantly driving the development of education and helping awarded teachers and students to make great strides in the scientific research area. It also played an important role in encouraging the staff of youth education to devote themselves to their career and to help university students and post-graduate students, in particular, cultivate their overall strength and innovation capability. This serves to foster talents in universities.

The Group not only cares for students in Shanghai but also actively supports educational undertakings in other provinces and cities. On 15 August 2007, the Hainan Province Fosun Guangcai Educational Incentive Fund Donation Ceremony was held in Haikou. Fosun established Hainan Province Fosun Guangcai Educational Incentive Fund with a total amount of RMB10 million, and has been providing a standard living subsidy of not less than RMB1,800 per person per year to 400 outstanding, impoverished high school students from five senior high schools in Hainan Province each year through the China Guangcai Foundation for 10 consecutive years starting from 2007. This was the first large-scale donation for subsidizing senior high school students, and it was welcomed by Hainan Provincial Government. The establishment of this incentive fund has not only satisfied needs of impoverished students and enabled them to continue their studies but also has rekindled the hope for a brighter future among the students' families.

CONDUCTING CHARITY EVENTS WITH ONE HEART AND BEAUTIFYING OUR CHILDREN WITH ONE MIND

In 2015, Fosun Foundation and Forte jointly launched the “Conducting Charity Events With One Heart and Beautifying Our Children With One Mind” project specially for children living in the Forte community. By organizing social experience and practice events concerning the concepts of respecting life, protecting environment and learning to share, as well as charity dreams supporting funds for little volunteers, this project aims to lead and foster children’ s awareness of love, to help children experience the fineness of love, to help them learn to live with love and to enhance their ability and inner quality in a loving environment. At the end of the event, this project also aims to foster children’s awareness of charity by asking each team of little volunteers to work together to prepare and complete a charity reporting plan.



FOSUN ILAB AND INNOVATIVE ENTREPRENEURSHIP COMPETITION IN PORTUGAL

Following its investment in local corporations in Portugal, Fosun respects its investees’ cultural norms and customs, and values the local staff and managerial culture, and as such, it cooperated with Fidelidade, Fudan University and Lisbon School of Business in organizing a charity event that promotes exchanges between MBA students from China and Portugal. During the implementation of the 2015 Fudan-Lisbon MBA Project, Fosun, Fudan and NOVA University, one of the best universities in Portugal, jointly launched the Fosun iLab commercial consultancy project that facilitated cultural and educational exchanges between China and Portugal. Fosun set a topic on healthcare, one of the hottest currently, guiding students from China and Portugal to conduct a thorough investigation into and a study on the successful commercial model and operational and managerial innovation of medical companies under Fosun. This encouraged MBA students from these two universities to think out of the box while devising diverse solutions for the development and innovation of the healthcare industry.

Protecting Innovative Entrepreneurship Competition is another charity event about fostering young talents. It was launched by Fosun in Portugal after Fosun iLab, the Sino-Portugal MBA exchange project. The Protecting project, which is conducted by Fosun through collaboration with Beta-i, a renowned innovative workshop based in Europe, focuses on seeking out talented young people and encourages entrepreneurship among them. It also assists the participants in refining their innovative ideas and provides guidance on project incubation, trains them in the skills of conducting roadshows and attracting investment from venture capital funds.

Statement of Donation Received by Shanghai Fosun Foundation

Period: January 2015 - December 2015 Unit: RMB Yuan

No.	Business Breakdown Account Names	Ending Balance	Note
01	Shanghai Giant Lifetech Co., Ltd.	600,000.00	-
02	Hainan Mining Co., Ltd.	2,537,680.00	-
03	Gu Mengling	10,000.00	-
04	Luo Feng	1,000.00	-
05	Zong Hainan	1,000.00	-
06	Zhejiang Wanfeng Auto Wheel Co., Ltd.	300,000.00	-
07	Shanghai Fosun Pharmaceutical Industry Development Co., Ltd.	5,000,000.00	-
08	Forte (Group) Co., Ltd.	5,000,000.00	-
09	Giant Foundation	1,707,528.00	-
10	Shanghai Konggang Culture Communication Co., Ltd.	300,000.00	-
11	Shanghai Greenwoods Asset Management Co., Ltd.	680,000.00	-
12	Shanghai Yunfeng Investment Management Co., Ltd.	100,000.00	-
13	Shanghai Fosun Industrial Technology Development Co., Ltd.	10,000,000.00	-
14	Shanghai Fosun High Technology (Group) Co., Ltd.	2,040.00	-
15	iKang Healthcare Group, Inc.	100,000.00	-
16	Jiangsu Wanbang Pharmaceuticals Marketing Co., Ltd.	1,200,000.00	-
17	eastmoney.com	100,000.00	-
18	Wonders Information Co., Ltd.	100,000.00	-
19	Shanghai Shuangsheng Business Co., Ltd.	100,000.00	-
20	Shanghai Fosun Capital Investment Management Co., Ltd.	20,000.00	-
21	Shanghai Yicheng Venture Co., Ltd.	1,100,000.00	-
22	Shanghai Xingye Investment Development Co., Ltd.	10,000,000.00	-
23	Haining Yinrun Pictures Co., Ltd.	100,000.00	-
24	DT Capital Investment & Consulting (Shanghai) Co., Ltd.	130,000.00	-
Total		38,189,248.00	

Statement of Donation Made by Shanghai Fosun Foundation

Period: January 2015 - December 2015 Unit: RMB Yuan

No.	Business Breakdown Account Names	Ending Balance
01	Government Non-tax Financial Special Account of Bureau of Finance of Jinhua City	1,000,000.00
02	Hainan Youth Hope Foundation	100,000.00
03	China Glory Society	2,120,000.00
04	Ai You Foundation	3,500,000.00
05	Shanghai Outstanding Young Person ' s Association	100,000.00
06	Beijing Ante Weiao Culture Communication Consulting Co., Ltd.	100,000.00
07	Shanghai Committee of the China Democratic League	600,000.00
08	Hainan Mining Co., Ltd.	1,257,680.00
09	Yaying Village Committee of Shilu Town, Changjiang Li Autonomous County	100,000.00
10	Red Cross Society of China, Changning Branch	50,000.00
11	China Pharmaceutical Industry Association	250,000.00
12	Shanghai Chamber of Commerce of Zhejiang	2,000,000.00
13	People' s Government of Changjiang Li Autonomous County (financial funds from the Bureau of Finance)	1,100,000.00
14	People' s Government of Shilu Town, Changjiang Li Autonomous County	30,000.00
15	Shanghai Glory Society	850,000.00
16	City God Temple of Shanghai	500,000.00
17	Chenxiang Pavilion of Shanghai	500,000.00
18	Shanghai Chen Style Tai Chi Chen Xiaowang Chinese Boxing Research Society	1,838,320.00
19	Heilongjiang Yabuli Entrepreneur Forum Foundation	2,000,000.00
20	Fudan University Education Development Foundation	5,000,000.00
21	Administrative Finance Department, Bureau of Finance, Yadong County (Unit 77649)	200,000.00
22	Puzhi Child Care Service Center, Minhang District, Shanghai	84,000.00
23	Longteng Jingying International Model Agency (Beijing) Co., Ltd.	1,500,000.00
24	Shanghai Medical Innovation & Development Foundation	1,200,000.00
25	Shanghai Symphony Development Foundation	2,000,000.00
26	Shanghai Biopharmaceutics Industry Association	500,000.00
27	Fudan University Alumni Association	1,283,000.00
28	Shanghai Education Development Foundation	1,500,000.00
29	Shanghai Chamber of Commerce of Hainan	50,000.00
30	Shanghai Theatre Academy	707,528.00
31	Shanghai Charity Foundation, Minhang Branch	100,000.00
32	Shanghai Minguang Real Estate Development Co., Ltd.	163,000.00
33	Nanjing Runchang Real Estate Development Co., Ltd.	56,000.00
34	Chengdu Forte Real Estate Co., Ltd.	56,000.00
35	Changsha Forte Real Estate Development Co., Ltd.	56,000.00
36	Chongqing Fuxin Real Estate Co., Ltd.	56,000.00
37	Zhejiang Huakung Education Foundation	200,000.00
38	Shiliang Village Committee of Chishui Town, Guangchang County	640,000.00
39	Finance Office of Langxia Town, Jinshan District, Shanghai	500,000.00
40	Qiu Ziyang	100,000.00
41	China Pharmaceutical University Education Development Foundation	100,000.00
42	Wuhan Zhongbei Real Estate Development Co., Ltd.	107,000.00
43	Nanjing Forte Dongjun Real Estate Co., Ltd.	107,000.00
44	Zhejiang Bocheng Real Estate Co., Ltd.	107,000.00
45	Chengdu Forte Business Management Co., Ltd.	107,000.00
46	Beijing Forte Tongying Real Estate Co., Ltd.	107,000.00
47	Red Cross Society of China	200,000.00
48	Fudan University Alumni Association of Hainan	150,000.00
Total		34,932,528.00

Balance Sheet of Fosun Foundation

December 31, 2015

Prepared by: Fosun Foundation

Unit: RMB

Asset	Line	Beginning Balance	Ending Balance	Liability and Net Asset	Line	Beginning Balance	Ending Balance
Current assets:				Current liabilities:			
Monetary capital	01	14,319,421.79	15,029,900.33	Short-term loans	61		
Short-term investments	02			Payables	62	400.00	4830.1
Receivables	03			Wages payable	63		
Advance payments	04			Taxes payable	65	20,000.00	27,279.75
Inventories	08			Advance from customers	66		
Prepaid and deferred expenses	09			Accrued expenses	71		
Long-term equity investments due in one year	15			Estimated liabilities	72		
Other current assets	18			Long-term liabilities due in one year	74		
Subtotal of current assets	20	14,319,421.79	15,029,900.33	Other current liabilities	78		
				Subtotal of current liabilities	80	20,400.00	32,109.85
Long-term investments:							
Long-term equity investments	21			Long-term liabilities:			
Long-term debt investments	24			Long-term loans	81		
Subtotal of long-term investments	30			Long-term payables	84		
				Other long-term liabilities	88		
Fixed assets:				Subtotal of long-term liabilities	90		
Original price of fixed assets	31			Fiduciary agent Liabilities:			
Less: accumulated depreciation	32			Fiduciary agent Liabilities	91		
Net value of fixed assets	33						
Construction in progress	34						
Heritage and cultural assets	35			Total liabilities	100	20,400.00	32,109.85
Disposal of fixed assets	38						
Subtotal of fixed assets	40						
Intangible assets:							
Intangible assets:	41			Net assets:			
				Unlimited net assets	101	14,299,021.79	14,997,790.48
Fiduciary agent assets:				Limited net assets	105		
Fiduciary agent assets	51			Total net assets	110	14,299,021.79	14,997,790.48
	60	14,319,421.79	15,029,900.33	Total liabilities and net assets	120	14,319,421.79	15,029,900.33

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