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ALIBABA HEALTH INFORMATION TECHNOLOGY LIMITED

阿里健康信息技術有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 00241)

**REVISION OF ANNUAL CAP OF
CONTINUING CONNECTED TRANSACTIONS**

**REVISION OF THE EXISTING ANNUAL CAP OF CONTINUING CONNECTED
TRANSACTIONS**

2022 CLOUD COMPUTING SERVICES FRAMEWORK AGREEMENT

Reference is made to the announcement of the Company dated March 30, 2021 in respect of, among other things, the 2022 Cloud Computing Services Framework Agreement entered into between Alibaba Health (China) and Alibaba Cloud, pursuant to which Alibaba Cloud has agreed to provide the Group with various cloud computing services and other related services for a term commencing from April 1, 2021 to March 31, 2022. As the Group increased the deployment of telecommunications market resources accordingly to increase its market share of online B2C drug sales and accelerate business deployment of its prescription drug sales business, and continued to invest in technological research and development for the operation refinement of the Group's pharmaceutical direct sales business as well as innovative businesses such as the "Dr. Deer" APP, the demand for related services from Alibaba Cloud has increased and thereby the total amount of service fees payable by the Group to Alibaba Cloud under the 2022 Cloud Computing Services Framework Agreement has increased correspondingly. As such, the aggregate amount of service fees payable by the Group to Alibaba Cloud under the 2022 Cloud Computing Services Framework Agreement are expected to be higher than the level envisaged at the time when the parties entered into the 2022 Cloud Computing Services Framework Agreement. The Board expects that the Existing Cloud Annual Cap of RMB118 million for the year ending March 31, 2022 will not be sufficient and proposes the same to be revised and increased to the Revised Cloud Annual Cap of RMB203 million for the year ending March 31, 2022.

2022 SOFTWARE SERVICES FRAMEWORK AGREEMENT

Reference is made to the announcement of the Company dated March 30, 2021 in respect of, among other things, the 2022 Software Services Framework Agreement entered into between the Company and Taobao Holding, pursuant to which the Group has agreed to provide Taobao Group with e-commerce platform maintenance related software services and ancillary support services (“**Software Services**”) for a term commencing from April 1, 2021 to March 31, 2022. Due to an increase in public healthcare awareness, the increase in sales by merchants selling products and/or offering services under the Software Services Categories on the Tmall Platforms through channels and mini-programs operated by Taobao Group and its affiliates have exceeded expectations which has led to an increase in demand for the Group’s Software Services from Taobao Group and its affiliates and thereby resulting in a corresponding increase in the total amount of service fees payable by Taobao Group and its affiliates to the Group under the 2022 Software Services Framework Agreement. As such, the aggregate amount of service fees payable by Taobao Group and its affiliates to the Group under the 2022 Software Services Framework Agreement are expected to be higher than the level envisaged at the time when the parties entered into the 2022 Software Services Framework Agreement. The Board expects that the Existing Software Annual Cap of RMB43 million for the year ending March 31, 2022 will not be sufficient and proposes the same to be revised and increased to the Revised Software Annual Cap of RMB73 million for the year ending March 31, 2022.

2022 SUPPLY AND PURCHASE FRAMEWORK AGREEMENT

On March 26, 2021, the Company and Hangzhou Xinxuan entered into the 2022 Supply and Purchase Framework Agreement, pursuant to which the Company agreed to procure the Group to supply and/or purchase various products to or from Alibaba Group on the platforms or stores operated by Alibaba Group from time to time, and to provide and/or purchase other related services including daily maintenance, inventory control, pricing, promotional activities and packaging, in accordance with the standard agreements and terms as agreed by the parties from time to time, for a term which commenced on April 1, 2021 and which will end on March 31, 2022.

At the time of entering into the 2022 Supply and Purchase Framework Agreement, the Group expected that the applicable percentage ratios would be less than 0.1% for the annual caps of the supply and purchase of goods and services for the year ending March 31, 2022. As such, the transactions contemplated under the 2022 Supply and Purchase Framework Agreement constituted de minimis transactions under Rule 14A.76(1) of the Listing Rules and were fully exempt from the reporting, announcement and independent shareholders’ approval requirements under Chapter 14A of the Listing Rules.

Due to the Group's continuous investment in building its brand awareness which has increased public healthcare awareness, there has been an increase in Alibaba Group's procurement of pharmaceutical and healthcare products and related services from the Group as well as for upcoming spring festival events organised by Alibaba Group, and the Group anticipates a significant increase in the estimated sales of the pharmaceutical and healthcare products and related services during the fourth quarter of the financial year ending March 31, 2022 as compared to the past three quarters and thereby resulting in a corresponding increase in the total fees payable by Alibaba Group to the Group under the 2022 Supply and Purchase Framework Agreement. As such, the total fees for the Group's supply of products payable by Alibaba Group under the 2022 Supply and Purchase Framework Agreement are expected to be higher than the level envisaged at the time of entry of the 2022 Supply and Purchase Framework Agreement. The Board expects that the Existing Supply Annual Cap of RMB9.5 million for the year ending March 31, 2022 will not be sufficient and proposes the same to be revised and increased to the Revised Supply Annual Cap of RMB110 million for the year ending March 31, 2022. The Purchase Annual Cap in relation to the purchase of products by the Group from Alibaba Group under the 2022 Supply and Purchase Framework Agreement remains unchanged.

LISTING RULES IMPLICATIONS

Perfect Advance is a substantial shareholder and a connected person of the Company. Alibaba Holding is the ultimate shareholder of Perfect Advance and accordingly a connected person of the Company. As Alibaba Holding directly or indirectly Controls or is the ultimate shareholder of each of Alibaba Cloud, Taobao Holding and Hangzhou Xinxuan, each of Alibaba Cloud, Taobao Holding and Hangzhou Xinxuan is a connected person of the Company. The transactions contemplated under the 2022 Cloud Computing Services Framework Agreement, the 2022 Software Services Framework Agreement and the 2022 Supply and Purchase Framework Agreement therefore constitute continuing connected transactions of the Company in accordance with the Listing Rules.

Pursuant to Rule 14A.54(1) of the Listing Rules, the Company has to re-comply with the announcement and independent shareholders' approval requirements (as applicable) before each of the Existing Cloud Annual Cap, the Existing Software Annual Cap and the Existing Supply Annual Cap is exceeded. As all of the applicable percentage ratios calculated with reference to each of the Revised Cloud Annual Cap, the Revised Software Annual Cap and the Revised Supply Annual Cap are less than 5%, the revision of each of the Existing Cloud Annual Cap, the Existing Software Annual Cap and the Existing Supply Annual Cap is subject to the reporting, annual review and announcement requirements, but exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

REVISION OF THE EXISTING ANNUAL CAP OF CONTINUING CONNECTED TRANSACTIONS

2022 CLOUD COMPUTING SERVICES FRAMEWORK AGREEMENT

Reference is made to the announcement of the Company dated March 30, 2021 in respect of, among other things, the 2022 Cloud Computing Services Framework Agreement entered into between Alibaba Health (China) and Alibaba Cloud, pursuant to which Alibaba Cloud has agreed to provide the Group with various cloud computing services and other related services for a term commencing from April 1, 2021 to March 31, 2022. For the reasons disclosed in the section headed “Reason for Revision of the Existing Annual Caps of Continuing Connected Transactions” below, the Board considers to revise and increase the Existing Cloud Annual Cap of RMB118 million to the Revised Cloud Annual Cap of RMB203 million for the year ending March 31, 2022.

2022 SOFTWARE SERVICES FRAMEWORK AGREEMENT

Reference is made to the announcement of the Company dated March 30, 2021 in respect of, among other things, the 2022 Software Services Framework Agreement entered into between the Company and Taobao Holding, pursuant to which the Group has agreed to provide Taobao Group with the Software Services under the Software Services Categories for a term commencing from April 1, 2021 to March 31, 2022. For the reasons disclosed in the section headed “Reason for Revision of the Existing Annual Caps of Continuing Connected Transactions” below, the Board considers to revise and increase the Existing Software Annual Cap of RMB43 million to the Revised Software Annual Cap of RMB73 million for the year ending March 31, 2022.

2022 SUPPLY AND PURCHASE FRAMEWORK AGREEMENT

Date

March 26, 2021

Parties

- (1) The Company (for itself and on behalf of its Subsidiaries)
- (2) Hangzhou Xinxuan (for itself and on behalf of its Subsidiaries and affiliates)

Duration

The 2022 Supply and Purchase Framework Agreement shall be for a term of one (1) year from April 1, 2021 to March 31, 2022, unless otherwise terminated in accordance with the terms thereunder.

Products and services to be provided

Pursuant to the 2022 Supply and Purchase Framework Agreement, the Company agreed to procure the Group to supply and/or purchase various products to or from Alibaba Group on the platforms or stores operated by Alibaba Group from time to time, and to provide and/or purchase other related services including daily maintenance, inventory

control, pricing, promotional activities and packaging, in accordance with the standard agreements and terms as agreed by the parties from time to time, for a term which commenced on April 1, 2021 and will end on March 31, 2022.

Fees, pricing terms and payment terms

The supply and/or purchase price of the products and/or services shall be agreed before the placing of orders in accordance with the standard agreements entered into between the Group and Alibaba Group from time to time. Under the standard agreements and terms and conditions, the supplying party may also pay or collect from the purchasing party cash rebate and costs for transportation and insurance services provided by the supplying party based on the monthly amount of products supplied, or on other basis under the standard terms and conditions as agreed by the parties from time to time. The parties also agreed that the credit terms of the transactions contemplated under the 2022 Supply and Purchase Framework Agreement shall be determined in accordance with the standard agreements entered into between the Group and Alibaba Group from time to time.

The price of the products and/or services supplied to or purchased from Alibaba Group will be determined with reference to the standard pricing guidelines of the respective party that are applicable to all of such party's customers (including the Group or Alibaba Group and independent third parties). Such standard pricing guidelines provide the parameters and variance for determining the supply prices, which include any applicable discounts or premiums based on the size of orders, nature of distribution channels, coverage of localities or consumer segments. Each of the parties will regularly review and update its respective standard pricing guidelines with reference to the costs of the products and/or services, the wholesale prices offered by other suppliers and the retail prices of comparable products sold in comparable localities, as well as the strategic value of enhanced marketing or promotion through specific distribution channels or to consumers of specific segments or localities. The price of the products and/or services supplied to or purchased from Alibaba Group after deducting the fees for the provision of other related services, shall be settled by the Group or Alibaba Group in accordance with the standard terms and conditions as agreed by the parties from time to time. As at the date of this announcement, it is generally settled within one to four months, depending on the stores or platforms operated by Alibaba Group.

Each of the parties has undertaken to ensure and procure that the price of products and/or services supplied to the other party shall not be higher than that offered to other independent third parties under the same terms during the same period of time (the “**Undertaking**”). These terms include the guarantee, quality, payment, use of products and other sales conditions, etc. Notwithstanding the Undertaking, the respective standard pricing guidelines also dictate that the price of products and/or services supplied to Alibaba Group will not be lower than the prices offered to independent third parties and the price of products and/or services purchased from Alibaba Group will not be higher than the prices offered by independent third parties, under the same terms during the same time period.

Alibaba Group has launched various distribution channels and platforms that target consumers of a broader spectrum of localities and segments, some of which have higher market penetration and/or strategic business value than those currently offered to the Group by its other distribution partners. By cooperating with and leveraging on such broader spectrum of distribution channels, platforms and consumer reach, as well as the product variety of Alibaba Group, the Group sees invaluable business opportunities and growth prospects for its healthcare and pharmaceutical e-commerce business to enter into new and sizable markets for the distribution and/or procurement of its products. Accordingly, the Board is of the view that the terms of the 2022 Supply and Purchase Framework Agreement, including the Undertaking, represent normal commercial terms and are in the interests of the Company and its shareholders as a whole.

At the time of entering into the 2022 Supply and Purchase Framework Agreement, the Group expected that the applicable percentage ratios would be less than 0.1% for the annual caps of the supply and purchase of goods and services for the year ending March 31, 2022. As such, the transactions contemplated under the 2022 Supply and Purchase Framework Agreement constituted de minimis transactions under Rule 14A.76(1) of the Listing Rules and were fully exempt from the reporting, announcement and independent shareholders’ approval requirements under Chapter 14A of the Listing Rules.

For the reasons disclosed in the section headed “Reason for Revision of the Existing Annual Caps of Continuing Connected Transactions” below, the Board considers to revise and increase the Existing Supply Annual Cap of RMB9.5 million to the Revised Supply Annual Cap of RMB110 million for the year ending March 31, 2022.

The Board confirms that each of the Existing Cloud Annual Cap, the Existing Software Annual Cap and the Existing Supply Annual Cap for the year ending March 31, 2022 has not yet been exceeded as at the date of this announcement.

Save for each of the Revised Cloud Annual Cap, the Revised Software Annual Cap and the Revised Supply Annual Cap, all the terms and conditions under each of the 2022 Cloud Computing Services Framework Agreement, the 2022 Software Services Framework Agreement and the 2022 Supply and Purchase Framework Agreement remain unchanged.

INTERNAL CONTROLS FOR THE GROUP'S CONTINUING CONNECTED TRANSACTIONS

The Company has adopted adequate internal control measures in place to monitor the annual caps of the transactions contemplated under each of the 2022 Cloud Computing Services Framework Agreement, the 2022 Software Services Framework Agreement and the 2022 Supply and Purchase Framework Agreement in order to comply with the Listing Rules. The Company will continue to closely monitor the implementation of each of the 2022 Cloud Computing Services Framework Agreement, the 2022 Software Services Framework Agreement and the 2022 Supply and Purchase Framework Agreement and take prompt actions to make necessary disclosure and, if necessary, obtain independent shareholders' approval in the event that any further adjustment to each of the Revised Cloud Annual Cap, the Revised Software Annual Cap and the Revised Supply Annual Cap becomes foreseeable.

HISTORICAL TRANSACTION AMOUNT AND THE ANNUAL CAP AMOUNTS

The historical transaction amounts for the year ended March 31, 2021, the approximate unaudited transaction amounts for the eight months ended November 30, 2021 based on the management accounts, and both the existing and revised annual caps relating to the 2022 Cloud Computing Services Framework Agreement, the 2022 Software Services Framework Agreement and the 2022 Supply and Purchase Framework Agreement are set out below:

	Approximate historical amounts for the year ended March 31, 2021 (RMB'000)	Existing annual caps for the year ending March 31, 2022 (RMB'000)	Approximate unaudited transaction amounts for the eight months ended November 30, 2021 based on management accounts (RMB'000)	Revised annual caps for the year ending March 31, 2022 (RMB'000)
2022 Cloud Computing Services Framework Agreement	4,537	118,000	100,090	203,000
2022 Software Services Framework Agreement	34,248	43,000	35,815	73,000
2022 Supply and Purchase Framework Agreement (chargeable by the Group as supplier of products/service provider to Alibaba Group)	161	9,500	10	110,000

REASON FOR REVISION OF THE EXISTING ANNUAL CAPS OF CONTINUING CONNECTED TRANSACTIONS

Existing Cloud Annual Cap

As the Group increased the deployment of telecommunications market resources accordingly to increase its market share of online B2C drug sales and accelerate business deployment of its prescription drug sales business, and continued to invest in technological research and development for the operation refinement of the Group's pharmaceutical direct sales business as well as innovative businesses such as the "Dr. Deer" APP, the demand for related services from Alibaba Cloud has increased and thereby the total amount of service fees payable by the Group to Alibaba Cloud under the 2022 Cloud Computing Services Framework Agreement has increased correspondingly. As such, the total amount of service fees payable by the Group to Alibaba Cloud under the 2022 Cloud Computing Services Framework Agreement is expected to be higher than the level envisaged at the time when the parties entered into the 2022 Cloud Computing Services Framework Agreement. The Board expects that the Existing Cloud Annual Cap of RMB118 million for the year ending March 31, 2022 will not be sufficient and proposes the same to be revised and increased to the Revised Cloud Annual Cap of RMB203 million for the year ending March 31, 2022.

The Revised Cloud Annual Cap was determined with reference to (i) the demand for investment of market resources for increasing the Group's market share and business deployment; (ii) the demand for investment of technological resources for the operation refinement of the Group's pharmaceutical direct sales business as well as innovative businesses such as the "Dr. Deer" APP; and (iii) the unaudited transaction amount of the total service fees payable by the Group to Alibaba Cloud for the cloud computing and other related services under the 2022 Cloud Computing Services Framework agreement for the eight months ended November 30, 2021.

Existing Software Annual Cap

Due to an increase in public healthcare awareness, the increase in sales by merchants selling products and/or offering services under the Software Services Categories on the Tmall Platforms through channels and mini-programs operated by Taobao Group and its affiliates have exceeded expectations which has led to an increase in demand for the Group's Software Services from Taobao Group and its affiliates and thereby resulting in a corresponding increase in the total amount of service fees payable by Taobao Group and its affiliates to the Group under the 2022 Software Services Framework Agreement. As such, the total amount of service fees payable by Taobao Group and its affiliates to the Group under the 2022 Software Services Framework Agreement is expected to be higher than the level envisaged at the time when the parties entered into the 2022 Software Services Framework Agreement. The Board expects that the Existing Software Annual Cap of RMB43 million for the year ending March 31, 2022 will not be sufficient and proposes the same to be revised and increased to the Revised Software Annual Cap of RMB73 million for the year ending March 31, 2022.

The Revised Software Annual Cap was determined with reference to (i) the estimated sales of merchants' products and/or services under the Software Services Categories on the Tmall Platforms through channels and mini-programs operated by Taobao Group and its affiliates; and (ii) the unaudited transaction amount of total service fees payable to the Group for the Software Services under the 2022 Software Services Framework Agreement for the eight months ended November 30, 2021.

Existing Supply Annual Cap

Due to the Group's continuous investment in building its brand awareness which has increased public healthcare awareness, there has been an increase in Alibaba Group's procurement of pharmaceutical and healthcare products and related services from the Group as well as for upcoming spring festival events organised by Alibaba Group, and the Group anticipates a significant increase in the estimated sales of the pharmaceutical and healthcare products and related services during the fourth quarter of the financial year ending March 31, 2022 as compared to the past three quarters and thereby resulting in a corresponding increase in the total fees payable by Alibaba Group to the Group under the 2022 Supply and Purchase Framework Agreement. As such, the total fees for the Group's supply of products payable by Alibaba Group under the 2022 Supply and Purchase Framework Agreement are expected to be higher than the level envisaged at the time when the parties entered into the 2022 Supply and Purchase Framework Agreement. The Board expects that the Existing Supply Annual Cap of RMB9.5 million for the year ending March 31, 2022 will not be sufficient and proposes the same to be revised and increased to the Revised Supply Annual Cap of RMB110 million for the year ending March 31, 2022. The Purchase Annual Cap in relation to the purchase of products by the Group from Alibaba Group under the 2022 Supply and Purchase Framework Agreement remains unchanged.

The Revised Supply Annual Cap was determined with reference to (i) the continuing increase in Alibaba Group's demand for procurement of pharmaceutical and healthcare products and related services; (ii) the anticipated procurement for the spring festival events organised by Alibaba Group; and (iii) the unaudited transaction amount payable by Alibaba Group for the Group's supply of products under the 2022 Supply and Purchase Framework Agreement for the eight months ended November 30, 2021.

The Directors (including the independent non-executive Directors) consider that each of the Revised Cloud Annual Cap, the Revised Software Annual Cap and the Revised Supply Annual Cap is fair and reasonable and in the interests of the Group and the shareholders of the Company as a whole.

LISTING RULES IMPLICATIONS

Perfect Advance is a substantial shareholder and a connected person of the Company. Alibaba Holding is the ultimate shareholder of Perfect Advance and accordingly a connected person of the Company. As Alibaba Holding directly or indirectly Controls or is the ultimate shareholder of each of Alibaba Cloud, Taobao Holding and Hangzhou Xinxuan, each of Alibaba Cloud, Taobao Holding and Hangzhou Xinxuan is a connected person of the Company. The transactions contemplated under the 2022 Cloud Computing Services Framework Agreement, the 2022 Software Services Framework Agreement and the 2022 Supply and Purchase Framework Agreement therefore constitute continuing connected transactions of the Company in accordance with the Listing Rules.

Pursuant to Rule 14A.54(1) of the Listing Rules, the Company has to re-comply with the announcement and independent shareholders' approval requirements (as applicable) before each of the Existing Cloud Annual Cap, the Existing Software Annual Cap and the Existing Supply Annual Cap is exceeded. As all of the applicable percentage ratios calculated with reference to each of the Revised Cloud Annual Cap, the Revised Software Annual Cap and the Revised Supply Annual Cap are less than 5%, the revision of each of the Existing Cloud Annual Cap, the Existing Software Annual Cap and the Existing Supply Annual Cap is subject to the reporting, annual review and announcement requirements, but exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

As Mr. ZHU Shunyan and Mr. LI Faguang hold senior positions in Alibaba Holding or its Subsidiaries, each of these Directors is deemed or may be perceived to have a material interest in the transactions under each of the 2022 Cloud Computing Services Framework Agreement, the 2022 Software Services Framework Agreement and the 2022 Supply and Purchase Framework Agreement. Accordingly, they abstained from voting on the resolutions passed by the Board to approve each of the Revised Cloud Annual Cap, the Revised Software Annual Cap and the Revised Supply Annual Cap. Save as disclosed above, no other Directors have a material interest in the 2022 Cloud Computing Services Framework Agreement, the 2022 Software Services Framework Agreement and the 2022 Supply and Purchase Framework Agreement, and are required to abstain from voting on the resolutions of the Board approving the Revised Cloud Annual Cap, the Revised Software Annual Cap and the Revised Supply Annual Cap.

INFORMATION ABOUT THE PARTIES

The Company, Alibaba Health (China) and the Group

The Company was incorporated in Bermuda and the Shares are listed on the Main Board of the Stock Exchange. The Company is an investment holding company and the Group is committed to providing Internet technology, service tools and platforms to industry partners, aiming to realize our mission of “promoting healthy living of 120 years for everyone” by providing accessible and affordable medical and healthcare services to the public. The Group is primarily engaged in the pharmaceutical direct sales business, pharmaceutical e-commerce platform business and healthcare and digital services business.

Alibaba Health (China) is a company established in the PRC with limited liability. It is an indirect wholly-owned Subsidiary of the Company that primarily engages in computing technology development, technology consultancy and services, and marketing and business development for the Group’s business operations.

Alibaba Holding, Alibaba Cloud, Alibaba Group, Hangzhou Xinxuan and Taobao Holding

Alibaba Holding is a company incorporated in the Cayman Islands, with its American depositary shares, each representing eight ordinary shares, listed on the New York Stock Exchange (Stock Symbol: BABA), and its ordinary shares listed on the Main Board of the Stock Exchange (Stock Code: 9988). Alibaba Group's mission is to make it easy to do business anywhere. Alibaba Group aims to build the future infrastructure of commerce and envisions that its customers will meet, work and live at Alibaba, and that it aspires to be a good company that will last for 102 years. Alibaba Group's businesses are comprised of China commerce, international commerce, local consumer services, Cainiao, cloud, digital media and entertainment and innovation initiatives and others.

Alibaba Cloud is a company established in the PRC with limited liability and a consolidated entity of Alibaba Holding. It offers a complete suite of cloud services to customers worldwide, including elastic computing, database, storage, network virtualization services, large-scale computing, security, management and application services, big data analytics, a machine learning platform and IoT services. Alibaba Cloud also operates data centers in multiple countries around the world.

Hangzhou Xinxuan, being a company established in the PRC with limited liability, is an indirect wholly-owned Subsidiary of Alibaba Holding and is a self-operated household lifestyle brand under Alibaba Group that is principally engaged in the sale of household goods and other products.

Taobao Holding is a limited liability company incorporated in the Cayman Islands and a direct wholly-owned Subsidiary of Alibaba Holding. Taobao Holding is the indirect holding company of certain PRC subsidiaries of Alibaba Holding relating to Taobao Marketplace and Tmall.

DEFINITIONS

“2022 Cloud Computing Services Framework Agreement”	the agreement dated March 30, 2021 entered into between Alibaba Health (China) and Alibaba Cloud
“2022 Software Services Framework Agreement”	the agreement dated March 30, 2021 entered into between the Company and Taobao Holding
“2022 Supply and Purchase Framework Agreement”	the agreement dated March 26, 2021 entered into between the Company and Hangzhou Xinxuan
“Alibaba Cloud”	Alibaba Cloud Computing Ltd.* (阿里雲計算有限公司), a company established in the PRC and a consolidated entity of Alibaba Holding
“Alibaba Group”	a group of companies comprising Alibaba Holding and its subsidiaries, but, for the purpose of this announcement, excluding the Group
“Alibaba Health (China)”	Alibaba Health Technology (China) Co., Ltd* (阿里健康科技(中國)有限公司), formerly known as Alibaba Health Technology (Beijing) Co., Ltd.* (阿里健康科技(北京)有限公司), a limited liability company established in the PRC and an indirect wholly-owned Subsidiary of the Company
“Alibaba Holding”	Alibaba Group Holding Limited, a company incorporated in the Cayman Islands, the ultimate controlling shareholder of the Company, with its American depositary shares, each representing eight ordinary shares, listed on the New York Stock Exchange (Stock Symbol: BABA) and its ordinary shares listed on the Main Board of the Stock Exchange (Stock Code: 9988)
“Board”	the board of directors of the Company
“Company”	Alibaba Health Information Technology Limited (阿里健康信息技術有限公司), a company incorporated in Bermuda, the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 00241)
“connected person”	has the meaning given to it under the Listing Rules

“Control”	the power or authority, whether exercised or not, to direct the business, management and policies of a person, directly or indirectly, whether through the ownership of voting securities, by contract or otherwise, which power or authority shall conclusively be presumed to exist upon possession of beneficial ownership or power to direct the vote of more than fifty per cent (50%) of the votes entitled to be cast at a meeting of the members or shareholders of such person or power to control the composition of a majority of the board of directors (or similar governing body) of such person and the terms “Controls” and “Controlled” shall be construed accordingly
“Director(s)”	member(s) of the Board
“Existing Cloud Annual Cap”	the existing annual cap of RMB118 million under the 2022 Cloud Computing Services Framework Agreement
“Existing Software Annual Cap”	the existing annual cap of RMB43 million under the 2022 Software Services Framework Agreement
“Existing Supply Annual Cap”	the existing annual cap of RMB9.5 million in relation to the supply of products to Alibaba Group under the 2022 Supply and Purchase Framework Agreement
“Group”	the Company and each of its Subsidiaries from time to time
“Hangzhou Xinxuan”	Hangzhou Xinxuan E-Commerce Co., Ltd* (杭州心選電子商務有限公司), a limited liability company established under the laws of the PRC and an indirect-wholly-owned Subsidiary of Alibaba Holding
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	Hong Kong Special Administrative Region of the PRC
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange
“Perfect Advance”	Perfect Advance Holding Limited, a company incorporated in the British Virgin Islands and an indirect wholly-owned Subsidiary of Alibaba Holding
“PRC”	the People’s Republic of China

“Purchase Annual Cap”	the annual cap of RMB9.5 million in relation to the purchase of products from Alibaba Group under the 2022 Supply and Purchase Framework Agreement
“Revised Cloud Annual Cap”	the revised annual cap of RMB203 million under the 2022 Cloud Computing Services Framework Agreement
“Revised Software Annual Cap”	the revised annual cap of RMB73 million under the 2022 Software Services Framework Agreement
“Revised Supply Annual Cap”	the revised annual cap of RMB110 million in relation to the supply of products to Alibaba Group under the 2022 Supply and Purchase Framework Agreement
“RMB”	Renminbi, the lawful currency of the PRC
“Shares”	ordinary shares in the issued capital of the Company with a nominal value of HK\$0.01
“Software Services Categories”	the categories of products and services acquired and operated by the Group on the Tmall Platforms, which, as at the date of this announcement, include pharmaceutical products, medical devices, medical services, adult products, health food and food for special medical purpose and other related products and services sold by merchants on the Tmall Platforms
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

“Subsidiary”	includes, in relation to any person: (i) any company or business entity of which that person owns or controls (either directly or through one or more other subsidiaries) more than 50% of the issued share capital or other ownership interest having ordinary voting power to elect directors, managers or trustees of such company or business entity; (ii) any company or business entity of which that person owns or controls (either directly or through one or more other subsidiaries, by contract or otherwise) not more than 50% of the issued share capital or other ownership interest having ordinary voting power to elect directors, managers or trustees of such company or business entity but effectively controls (either directly or through one or more other Subsidiaries) the management or the direction of business operations of such company or business entity; and (iii) any company or business entity which at any time has its accounts consolidated with those of that person or which, under Hong Kong law or any other applicable law, regulations or the Hong Kong Financial Reporting Standards or such other generally accepted accounting principles or standards as may be applicable to that person from time to time, should have its accounts consolidated with those of that person
“substantial shareholder”	has the meaning given to it under the Listing Rules
“Taobao Group”	Taobao Holding and its Subsidiaries
“Taobao Holding”	Taobao Holding Limited, a limited liability company incorporated in the Cayman Islands and a direct wholly-owned Subsidiary of Alibaba Holding
“Taobao Marketplace”	China’s leading mobile commerce destination known as Taobao (淘寶) operated by Alibaba Holding’s affiliates with a large and growing social community
“Tmall”	Tmall.com, the third-party online and mobile commerce platform for brands and retailers known as Tmall (天貓) operated by Alibaba Holding’s affiliates
“Tmall Global”	the third-party import e-commerce platform known as Tmall Global (天貓國際) operated by Alibaba Holding’s affiliates which serves as the premier platform through which overseas brands and retailers reach Chinese consumers
“Tmall Platforms”	Tmall and Tmall Global

“%”

per cent

By Order of the Board
Alibaba Health Information Technology Limited
ZHU Shunyan
Chairman and Chief Executive Officer

Hong Kong, December 23, 2021

As at the date of this announcement, the Board comprises seven Directors, of which (i) three are executive Directors, namely Mr. ZHU Shunyan, Mr. SHEN Difan and Mr. TU Yanwu; (ii) one is a non executive Director, namely Mr. LI Faguang; and (iii) three are independent non-executive Directors, namely Mr. LUO Tong, Mr. WONG King On, Samuel and Ms. HUANG Yi Fei (Vanessa).