

# Fosun Newsletter

Fosun International Limited (00656.HK)  
www.fosun-international.com

May 2010



## Stock information

Stock (31/05/2010).....HKD 5.19  
52-week range.....HKD 2.78-6.70  
Shares (mil shares).....6,422  
Market value (HKD \$bil)..... 32.36

## Core businesses <sup>(1)</sup>

### Pharmaceuticals

... Fosun Pharma (600196.SH)48.05%  
..... Sinopharma (01099.HK)16.7%

### Property Development

..... Forte (02337.HK)70.6%  
.....Shanghai Zendai (0755.HK)12.9%

### Steel

..... NSU 60.0%  
..... Jianlong Group 26.7%

### Mining

..... Hainan Mining 60.0%  
..... Huaxia Mining 18.4%  
..... Shanjiao Wulin 20.0%  
..... Zhaojin Mining (01818.HK)8.2%

### Retail, Services & Strategic Investments

... Yuyuan (600655.SH)17.3%  
..... Focus Media  
(NASDAQ:FMCN):25.8%  
..... Yong'an Insurance 14.6%  
.....PE Platform<sup>(3)</sup>

#### Notes:

(1) Effective Shareholding

(2) Fosun Pharma finished private issue of A share in May, 2010, and shareholding of Fosun Group in Fosun Pharma decreased from 49.03% to 48.05%.

(3) Fosun's PE investment platforms include Fosun Capital, Fosun Venture Capital, Fosun Principal Capital and Fosun-Carlyle. Fosun Group's effective stakes in the four are 100%,100%,99% and 50%, respectively.



*"At least five golden opportunities can be explored among China's development for the next decade. The first are opportunities hidden within China's unprecedented urbanization process. The second are opportunities brought by the expansion of domestic demand, especially those driven by the upgrade of life quality. The third areas that are attractive to us include new technology, environment protection and energy saving. Besides, we remain optimistic in the competitiveness of Chinese manufacturing industry, as well as their global negotiation abilities in the coming decade. We foresee many collaboration opportunities to be created amid technological upgrade and brand development.*

*Last but not the least, we also pay close attention to development space offered by transformation of system, especially those brought by the potential opening of the financial and investment sector."*

—Mr. Guo Guangchang, chairman of Fosun International

## Investment and Deliver

### Hansen Pharmaceutical (002412.SZ)

**To support the listing of excellent investee by leveraging Fosun's complementary advantages as both an industrial operator and investment expert.**

**Hansen was listed on Shenzhen Stock Exchange on May 25, 2010. It is the 8<sup>th</sup> company which went public successfully after being invested by Fosun and its subsidiaries.**

- Investor: Fosun Pharma
- Investment: RMB 48.6 Million
- Shareholding: 20.00% (before listing) / 14.86% (after listing)
- Issue price: RMB 35.80/share
- IRR: 108% <sup>(1)</sup>

Note: (1) Based on the closing price of Hansen on May 31, 2010

### Red Star Macalline

**To discover value investment in the sectors driven by domestic demand**

Investor	Initial Amount	Investment Type	Stake
Shanghai Yanping <sup>(1)</sup>	RMB 160 Million	Equity investment	1.01%

Reasons: (1) Red Star Macalline has 66 stores around the country. Its gross sales exceeded RMB 31.3 billion in 2009 with #1 ranking in furniture circulation field in China;

(2) Fosun believes that furniture retail chains will further replace exclusive furniture stores and become the main channel in furniture retail business because of its the extensive network, standard management and strong accumulative effect.

Note: (1) Shanghai Yanping is an associate of Fosun Group, which owns 23.75% attributable stake .

## Links to Relevant Information

### Fosun International

[www.fosun-international.com](http://www.fosun-international.com)

### Pharmaceuticals

[www.fosunpharma.com](http://www.fosunpharma.com)

### Property Development

[www.forte.com.cn](http://www.forte.com.cn)

### Steel

[www.njsteel.com.cn](http://www.njsteel.com.cn)

[www.ejianlong.com](http://www.ejianlong.com)

### Mining

[www.hnmining.com](http://www.hnmining.com)

[www.zhaojin.com.cn](http://www.zhaojin.com.cn)

### Retail, Services & Strategic

### Investments

[www.yuyuantm.com.cn](http://www.yuyuantm.com.cn)

[www.focusmedia.cn](http://www.focusmedia.cn)

[www.yaic.com.cn](http://www.yaic.com.cn)

## NSU to actively integrate upstream resources to increase the self-sufficiency rate of raw material and fuel

Project	Investment	Investment Type	Shareholding
Jinhuangzhuang Mining	RMB 211.7 million	Equity investment	49%

Reason: (1) The total retained resource reserves of Jinhuangzhuang Mining is 95,518,100 tons, with exploitable reserves of 52,218,700 tons. For the time being, it is at the stage of construction and detailed survey. It will become a new profit growth point of NSU after arrival at full capacity.

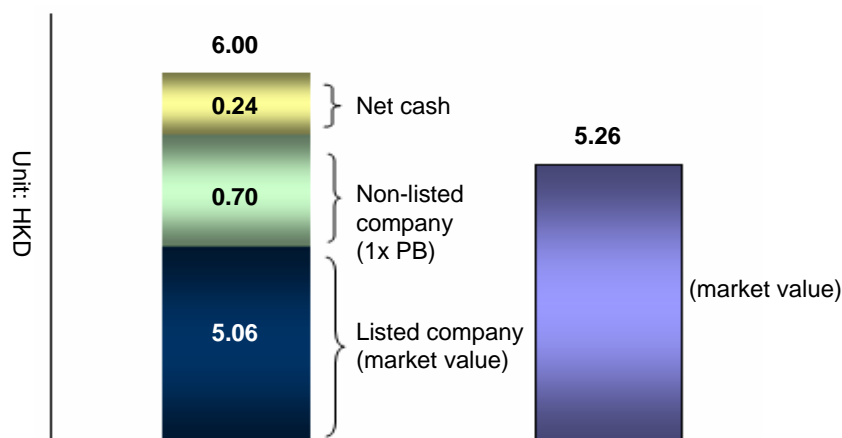
(2) Due to the fact that the coking coal produced by Jinhuangzhuang Mining will be provided to NSU with priority and at low logistics cost, this investment will stabilize the supply of coal for production activity of NSU, improve its profitability, and acquire strategic resources for future development of the company.

## Financing Inject inexhaustible power for enterprise development

### ● Fosun Pharma issued private A share

- Number of shares: 31.82 million shares
- Issue price: RMB 20.60/ share
- Net fundraising: RMB 635,392,000
- Subscription of Fosun Group: Fosun Group subscribed 3.182 million shares
- Change of Fosun Group's shareholding in Fosun Pharma: Shareholding of Fosun Group in Fosun Pharma decreased from 49.03% to 48.05%.

## Value of Fosun International (Notes)



### Notes:

- (1) Schematic drawing; Height in histogram is not in proportion to the actual numbers;
- (2) Value of non-listed companies are calculated according to net asset attributable to shareholders of Fosun Int'l, as of Dec. 31, 2009;
- (3) Net assets was accounted with the net cashed owned by Fosun Int'l up to Dec. 31, 2009;
- (4) Value of listed companies are calculated according to the attributable market cap based upon the average prices of May, 2010, assuming that the reconstruction of NSU is completed;
- (5) Value of NSU = proposed shares to be issued by Nanjing Iron & Steel (refer to announcement released on 24 Nov09) X average prices of NSU in May, 2010 X shareholding of Fosun Group in NSU.

## Contact us

Email: [IR@fosun.com](mailto:IR@fosun.com)

Direct Line: (8621) 6332 5162

Address: No.2 East Fuxing Road

Stephanie, Shi Qifang

Helena, Huang Hui

## Private Enterprise Pavilion Showing unlimited vitality of private enterprises



On May 21, 2010, Mr. Guo Guangchang, chairman of Fosun International, attended "Sino-US Strategic Dialogue on Business Relationship" in America Pavilion at The World Expo and delivered a speech. Mr. Guo Guangchang expounded Fosun's judgment on the five golden development opportunities in China in the future ten years. In the speech, he acknowledged that cooperation with win-win results between the two countries represented the general trend.

On May 23, 2010, Swedish King Carl XVI Gustaf, Deputy Prime Minister Maud Olofsson, senior management of large companies, and representatives of medium and small enterprises visited the Private Enterprise Pavilion.

On May 24, 2010, Mr. Guo Guangchang, chairman of Fosun International, attended "Round Table Dialogue Between Chinese and Swedish Industry Leaders" on Sweden Pavilion Day, and listed "brand building" the top priority of Chinese private enterprises in future development.



On May 31, 2010, Fosun International signed a three-year time loan agreement with a total amount of 140 million USD with bank group (including Crédit Agricole Corporate & Investment Bank, China Development Bank Corporation Hong Kong Branch, Natixis, Bank of China Limited, Macau Branch, etc). This is the first time that Fosun International get loan from bank group in open market outside the mainland China. This not only shows the company's capacity to attract quality capital, but also boosts the awareness and influence of the company in capital market.



## Sales of newly opened flats by Forte in May



On May 15, Forte released 100 units of garden houses (Sunshine Courtyard) in “Forte Shanghai Park town” in Minhang District, Shanghai. On the open day, it had 70% of units under deposit with total GFA of 11,581 sqm and total amount of RMB 150 million.



On May 16, Forte’s project in Nanjing — “Forte Langxiang· mid-levels villa” opened its demonstration area. On that day, half of opened villas were sold. The average area of each villa is 500 square meters and the average price is 15,000/square meters.



On May 30, Forte’s project in Fuyang, Zhejiang — “FuYang Forte Time” was released. During the two days after opening, 180 of 207 opened units were sold. The total GFA under the deposit was 20,500sqm, with total amount of RMB 217 mil. The average price of RMB 10,600/sqm was well exceed our original target of RMB 7,500/sqm at the beginning of 2010.

## Honors Development propelled by brand and culture

- Fosun International was on the “2010 China Charity List” on Chinese edition of Forbes. This was the fifth time Fosun was on this list in a row.
- Fosun Pharma was on the list of “2009 Social Responsibility of Chinese Pharmaceutical Companies” . This was the second time Fosun Pharma won this honor since 2008.
- Fosun Pharma made it to the “Excellent Board” on the magazine named Board. Mr. Cheng Yangfeng, vice general manager of Fosun Pharma and secretary of board, won the “Most Creative Secretary of Board”.

### Disclaimer

This document herewith includes forward-looking statements. All statements, other than statements of historical facts, that address activities, events or developments that Fosun International Limited and its portfolio companies expects or anticipates will or may occur in the future (including but not limited to projections, targets, estimates and business plans) are forward-looking statements. The Company’s actual results or developments may differ materially from those indicated by these forward-looking statements as a result of various factors and uncertainties, and other risks and factors beyond our control. In addition, the Company makes the forward-looking statements referred to herein as of today and undertakes no obligation to update these statements.