
GLOSSARY OF TECHNICAL TERMS

This glossary contains explanations of certain terms used in this prospectus in connection with our Group and our business. The terms and their meanings may not correspond to standard industry meaning or usage of these terms.

“alternative medicines(s)”	alternative medicines (備案藥物) which are selected by the bid evaluation committee of local government
“awareness rate”	the proportion of people among those with the disease who had previously been diagnosed by a medical practitioner
“capsule(s)”	a solid dosage form in which medicine is enclosed in a hard or soft soluble container, usually in a form of gelatin
“chemical medicines”	medicines created by means of chemistry or obtained by chemical processes
“Chinese herb A” and “Chinese herb B”	Chinese herbs, being ingredients of our uremic clearance granule
“Chinese herb C”	Chinese herb, being ingredient of our uremic clearance granule and our kidney repair and edema alleviation granule
“Chinese medicines”	medicines whose clinical function and application are expressed in terms of Chinese medicine theories originated from traditional medical practices in China and which are applied in accordance with Chinese medicine theories
“chronic kidney disease”	the slow loss of kidney function over time
“chronic kidney failure”	when the kidney is severely impaired and almost non-functionable to keep the person alive
“Class I hospitals”	local hospitals with small capacity designated as class I hospitals by the Ministry of Health hospital classification system that provide one community with elementary medical services
“Class II hospitals”	regional hospitals with minimum capacity designated as class II hospitals by the Ministry of Health hospital classification system that provide multiple communities with integrated medical services and undertake certain educational and scientific research missions
“Class III hospitals”	multi-regional hospitals with large capacity designated as class III hospitals by the Ministry of Health hospital classification system that provide multiple regions with high quality professional medical services, undertake higher education and scientific research initiatives and are followed by lower ranked Class II and Class I hospitals

GLOSSARY OF TECHNICAL TERMS

“CT”	computer tomography, an imaging method that uses x-rays to produce a detailed picture of a cross-section of the body
“dialysis”	a process of cleansing the blood by passing it through a special device. It is necessary when the kidney is not able to filter the blood
“evidence-based practice”	the use of mathematical estimates of the risk of benefit and harm, derived from high-quality research on population samples, to inform clinical decision-making in the diagnosis, investigation or management of individual patients
“gadopentetate dimeglumine injection”	gadopentetate dimeglumine injection (鈹噴酸葡胺注射液), a chemical medicine, being one of our key products
“GAP” or “Good Agricultural Practices”	Good Agricultural Practices, which are guidelines that describe the general principles and provide technical details for the cultivation of medicinal plants. They also describe quality control measures
“Generic Medicines”	medicines which have been launched in the PRC, being those medicines other than the New Medicines
“GFR”	glomerular filtration rate (腎小球濾過率), is a measure of filtering capacity of the kidneys
“GMP” or “Good Manufacturing Practices”	Good Manufacturing Practices, which are guidelines and regulations issued to ensure that pharmaceutical products within those guidelines and regulations are consistently produced and controlled to the quality and standards appropriate for their intended use
“granule(s)”	a form in which medicines may be delivered for oral ingestion, produced by missing extracted active medicinal ingredients with supplemental materials or powdered medicines which are formed into dry granules
“GSP” or “Good Supply Practice”	Good Supply Practices, which are guidelines and regulations issued as part of quality assurance to ensure that pharmaceutical distribution enterprises distribute pharmaceutical products in compliance with those guidelines and regulations
“high throughput screening”	a technology that employs automation and robotics to conduct thousands of biological assay experiments within a short period of time and can be used to screen potential medicine candidates

GLOSSARY OF TECHNICAL TERMS

“injection”	sterile solution injection, emulsion injection or suspension injection which can be applied by way of intramuscular injection, intravenous injection or intravenous drip
“iu”	international unit, an unit of measurement for the amount of a substance, based on biological activity or effect
“kidney repair and edema alleviation granule”	kidney repair and edema alleviation granule (益腎化濕顆粒), a modern Chinese medicine, being one of our products
“LC-MAS”	liquid chromatography-mass spectrometry
“magnetic resonance image”	an image formed in the process of MRI
“medical contrast medium”	a substance used to enhance the contrast of structures or fluids within the body in medical imaging
“medical institutions”	institutions created for the practice of medicine, and for the purpose of this prospectus, exclude hospitals
“modern Chinese medicine(s)”	medicines based on traditional Chinese medicine theories that retain the properties of traditional Chinese medicines, and which are produced using modern production processes and techniques and typically in modern formulations, such as capsule and injection
“MRI”	magnetic resonance imaging, a procedure in which radio waves and a powerful magnet linked to a computer are used to create detailed pictures of areas inside the body. These pictures can show the difference between normal and diseased tissue
“ml”	millilitre, a metric unit of volume equals to one thousandth of a litre
“mu”	milliunits, an unit of measurement equals to one thousandth of an iu
“New Medicines”	medicines which have never been launched in the PRC market previously as defined under the Registration Measures
“oral solution”	a form of medicine in which medicine is dissolved in a liquid and to be taken orally
“OTC medicines” or “over-the-counter medicines”	medicines which may, upon receiving CFDA approval, be sold over the counter in the PRC at dispensers, pharmacies or retail outlets without requiring a prescription by a medical practitioner

GLOSSARY OF TECHNICAL TERMS

“other medicines”	for the purpose of this prospectus, our products other than the kidney medicines and medical contrast medium
“pill(s)”	a medicinal substance in a small round or oval mass meant to be swallowed
“prescription medicine(s)”	medicines which may be prescribed only by qualified medical practitioners
“prevalence rate”	the proportion of people in a population who have a particular disease at a specified point in time, or over a specified period of time
“Registration Measures”	Measures on the Administration of Pharmaceutical Products Registration (藥品註冊管理辦法), promulgated by the CFDA on 10 July 2007 and effective from 1 October 2007
“retail price”	the price at which pharmaceutical products are sold to the end users
“soft capsule(s)”	a form in which medicines are produced by mixing extracted active medicinal ingredients with supplemental materials so as to achieve uniform concentration of medicinal ingredients, which are sealed in a soft gelatine capsule
“successful bidding price”	the successful bidding price at which non-profit-making hospitals and other non-profit-making medical institutions purchase the pharmaceutical products selected at the collective statutory tender process
“tablet(s)”	dose of medicine in the form of a small pellets
“traditional Chinese medicine”	medicines where the active ingredients come from or are derived from natural plants, animals or minerals according to traditional Chinese medicine theory and practice
“uremic clearance granule”	uremic clearance granule (尿毒清顆粒), a modern Chinese medicine, being one of our key products
“western medicines”	encompasses a range of medicines theories and practices evolved to maintain and restore human health, including diagnosis and treatments derived from dissection, microscopic analysis and chemical derivation, other than Chinese medicines
“wholesale price”	the price at which pharmaceutical manufacturers sell their pharmaceutical products to distributors, hospitals, medical institutions or pharmacies
“μg”	micrograms, an unit of mass equals to one millionth of a gram