



**CHINA HEALTHCARE LIMITED**

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**ACQUISITION OF 855,000 ORDINARY SHARES (15%) IN THE CAPITAL OF BOXUAN MEDICAL EQUIPMENT PTE. LTD. FROM MR WANG CHAO-YANG (THE "ACQUISITION")**

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The Board of Directors of China Healthcare Limited (the "Company") is pleased to announce that its wholly-owned subsidiary, Econ Healthcare (China) Pte. Ltd. ("EHC") had today acquired 855,000 ordinary shares (the "Boxuan Shares") in the capital of Boxuan Medical Equipment Pte. Ltd. ("Boxuan") from Mr Wang Chao-Yang at a consideration of \$0.9663 per Boxuan Share aggregating \$826,186.50 (the "Consideration").

The Consideration, payable in cash, is based on a discount of 3.37% of Boxuan's Paid Up Capital.

Prior to the Acquisition, the Company held 1,140,000 ordinary shares in the capital of Boxuan (20%). Pursuant to the Acquisition, the Company now holds an aggregate of 1,995,000 ordinary shares (35%) in the capital of Boxuan.

Boxuan is in the business of hospital equipment manufacturing based in China and it has been profitable since its inception in 2005.

None of the Directors and substantial shareholders of the Company has any interest, direct or indirect, in the Acquisition.

By Order of the Board

Ong Chu Poh  
Group Chairman & CEO

25 June 2008