

CHINA HEALTHCARE LIMITED
(Company Reg. No. 200202500K)

PROPOSED PRIVATE PLACEMENT OF 20,000,000 NEW ORDINARY SHARES IN THE CAPITAL OF
CHINA HEALTHCARE LIMITED (THE "PRIVATE PLACEMENT")

The Directors of China Healthcare Limited (the "Company") are pleased to announce that the Singapore Exchange Securities Trading Limited (the "SGX-ST") has on 6 July 2007 approved in-principle (the "AIP") the Company's application for the listing and quotation of the 20,000,000 new ordinary shares (the "Placement Shares") in the issued and paid-up capital of the Company on the Official List of the Singapore Exchange Securities Trading Limited Dealing and Automated Quotation System, subject to:

- (a) Submission of a written confirmation and undertaking from the Company that:
 - (i) the use of the Placement proceeds will be announced periodically as and when the funds from the Placement are materially disbursed; and
 - (ii) it will provide a status report on the use of the Placement proceeds in the Company's annual report.
- (b) Compliance with the SGX-ST's listing requirements and guidelines;
- (c) A valid share issue mandate being available and sufficient for the issue and allotment of the Placement Shares; and
- (d) The Placement Shares being placed out within **7 market days** from the date of the AIP.

As announced on 26 June 2007, the Company had on that date entered into a Subscription Agreement with Messrs Goi Seng Hui, Teo Kee Bock and one other investor (the "Placees"), whereby the Placees had agreed to subscribe for the Placement Shares at a placement price of S\$0.2515 per Placement Share.

The SGX-ST's in-principle approval is not an indication of the merits of the Placement, the Placement Shares, the Company or its subsidiaries.

By Order of the Board

Ong Chu Poh
Group Chairman and CEO
9 July 2007