

CHINA HEALTHCARE LIMITED

(Company Registration Number : 200202500K)

AMENDMENT TO THE FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2006 (UNAUDITED)

We refer to the full year unaudited financial statement and dividend announcement for the financial year ended 31 March 2006 (“FY 2006 Results”) made on 30 May 2006 (the “Announcement”).

The Board of Directors of China Healthcare Limited (the “Company” and together with its subsidiaries, the “Group”) wishes to inform that the Group’s unaudited full year results for the financial year ended 31 March 2006 have been amended following the substantial completion of the statutory audit as follows:

Financial effects:

Group	Financial Year ended 31 March 2006		
	<u>Amended</u> S\$’000	<u>As per Announcement</u> S\$’000	<u>Difference</u> S\$’000
Profit before taxation	18	109	(91)
Loss after tax	(345)	(235)	110
Attributable to :			
Equity holders of the Company	261	371	(110)
Minority interests	(606)	(606)	-

The amendment to the FY 2006 Results relates mainly to the effect of adopting FRS 39 *Financial Instruments: Recognition and Measurement*. The adoption of FRS 39 resulted in the Group measuring its held-for-trading investments at fair value.

The earnings per share and net asset value per share of the Group are amended as follows:

Earnings per share

Group	Financial Year ended 31 March 2006	
	<u>Amended</u>	<u>As per Announcement</u>
a) Based on the weighted average number of ordinary shares on issue ⁽¹⁾	0.18 cents	0.26 cents
b) On fully diluted basis	0.18 cents	0.26 cents

Net asset value per ordinary share based on issued share capital as at end of the period ⁽²⁾	As at 31 March 2006	
	<u>Amended</u>	<u>As per Announcement</u>
- Group	13.59 cents	13.63 cents
- Company	13.03 cents	13.32 cents

Notes:

- (1) Earnings per share was computed based on the weighted average number of shares of 141,259, 815 in issue during the financial year;
- (2) Net asset value was computed based on issued share capital of the Company at the end of the financial year of 156,749,500 shares.

By order of the Board

Lee Seng Hua
Company Secretary
21 June 2006