



China HealthCare Holdings Limited
(中國衛生控股有限公司)*

(incorporated in Bermuda with limited liability)

(Stock code: 673)

**RESIGNATION OF DIRECTOR
AND
APPOINTMENT OF DIRECTOR**

The board of directors (the “Board”) of China HealthCare Holdings Limited (the “Company”) announces that Mr. Deng Ku Hon has resigned as executive director of the Company with effect from 6 July, 2007 and the Board has appointed Mr. Zhou Bao Yi as an executive director of the Company with effect from 6 July, 2007.

The Board announces that Mr. Deng Ku Hon has resigned as an executive director of the Company with effect from 6 July, 2007. Mr. Deng wishes to be relieved from his post in order to focus on his other management duties within the group. Mr. Deng has confirmed that he has no disagreement with the Board and there are no matters that need to be brought to the attention of the shareholders of the Company or the Stock Exchange of Hong Kong Limited in relation to his resignation.

The Board would like to take this opportunity to express its appreciation for the valuable contributions of Mr. Deng to the Company.

The Board is pleased to announce that the Board has re-designated Mr. Zhou Bao Yi from an independent non-executive director and a member of audit committee to an executive director of the Company with effect from 6 July, 2007. In order to fulfill requirements of the Listing Rules 3.10 and 3.21, a new director will be appointed to replace the vacancy of Mr. Zhou’s previous position as an independent non-executive director and a member of audit committee of the Company in due course.

Mr. Zhou Bao Yi, age 45, is the president of Vision Holding Technology Co. Ltd. Mr. Zhou received his Master degree in economics from People’s University, PRC and is a certified Senior Accountant in the PRC. Mr. Zhou was the Chief Accountant, president and chairman in Northeastern Electric Transmission And Transformation Equipment Group Ltd.

Mr. Zhou Bao Yi has a service contract with the Company for a term of two years commencing from 6 July, 2007 being terminable by not less than a six-months' notice in writing served by either party. Mr. Zhou will be entitled to a director's fee of RMB 220,000 per annum. Mr. Zhou will be subject to retirement and re-election at the next annual general meeting of the Company (thereafter retirement by rotation) pursuant to the bye-laws of the Company.

Other than being an independent non-executive director of the Company from 1 December 2006, Mr. Zhou did not hold any directorship in other public listed company or any other position with the Company or any of its associated corporations in the past three years. Mr. Zhou does not have any relationship with any other directors, senior management or substantial or controlling shareholder of the Company. As at the date of this announcement, Mr. Zhou himself has no interest or short position in shares, underlying shares or debentures of the Company or any of its associated corporations within the meaning of Part XV of the Securities and Futures Ordinance.

There is no information which is discloseable nor is/was Mr. Zhou involved in any of the matters required to be disclosed pursuant to any of requirements under paragraphs 13.51(2)(h) to 13.51(2)(v) of the Listing Rule.

Save as disclosed, the Board is not aware of any other matter that is considered necessary to be brought to the attention of holders of the securities of the Company regarding the appointment of Mr. Zhou.

By order of the Board
Dr. Li Zhong Yuan
Chairman

Hong Kong, 10 July, 2007

As at the date of this announcement, the board of directors of the Company comprises Dr. Li Zhong Yuan, Mr. Lee Jong Dae, Dr. Ni Aimin, Mr. Zhou Bao Yi, all of whom are executive directors; Mr. Martin Treffer who is non-executive director; and Mr. Mu Xiang Ming and Dr. Yan Shi Yun, all of whom are independent non-executive directors.

* *for identification purpose only*