



廣州藥業股份有限公司

Guangzhou Pharmaceutical Company Limited

(a joint stock company with limited liability established in the People's Republic of China)

(H Share Stock Code: 0874)

ANNOUNCEMENT OF RESOLUTION PASSED AT THE 1ST MEETING OF THE 4TH SESSION OF THE SUPERVISORY COMMITTEE

Guangzhou Pharmaceutical Company Limited (the “Company”) and all members of the Supervisory Committee (the “Supervisory Committee”) hereby confirm the truthfulness, accuracy and completeness of the contents of this announcement and jointly and severally accept full responsibility for any false representation, misleading statement or material omission herein contained.

The 1st meeting of the 4th session of the Supervisory Committee of the Company was held on 15 June 2007 at the Company’s conference room 203 at 2nd floor, 45 Sha Mian North Street, Guangzhou, Guangdong Province, the PRC, notice of which was despatched on 31 May 2007 by ways of fax and email. 3 out of the 3 eligible supervisors attended the meeting, among whom Mr. Wu Quan attended the meeting by means of telephone . The meeting was presided by the Ms. Yang Xiuwei, a supervisor. The meeting was held in compliance with the requirements of the Company Law and the Articles of Association of the Company.

After due consideration at the meeting, the election of Ms. Yang Xiuwei as the Chairman of the Supervisory Committee was passed with 3 affirmative votes, 0 negative vote and 0 abstention vote.

The Supervisory Committee of
Guangzhou Pharmaceutical Company Limited

Guangzhou, the PRC, 15 June 2007

As at the date of this announcement, the Board comprises Mr. Yang Rongming, Mr. Shi Shaobin and Mr. Feng Zansheng as executive directors, and Mr. Wong Hin Wing, Mr. Liu Jinxiang, Mr. Li Shanmin and Mr. Zhang Yonghua as independent non-executive directors.

Please also refer to the published version of this announcement in The Standard / Hong Kong Economic Times.