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MEDICAL CHINA LIMITED

神州醫療科技有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 8186)

ANNOUNCEMENT

The Board has noted the decrease in the price of the Shares today and wishes to state that, save as disclosed below, the Board is not aware of any reasons for such movement.

Reference is made to the Company's announcement dated 31 July 2007 (the "Announcement"). Capitalised terms used in this announcement shall have the same meanings as those defined in the Announcement unless herein defined.

The Board has noted the decrease in the price of the Shares today and wishes to state that, save as disclosed below, the Board is not aware of any reasons for such movement.

Save as disclosed in the Announcement in relation to, among other things, the acquisition of the entire equity interests in (Cambodia) Tong Min, the Placing and the Subscription, the Directors confirm that there are no negotiation or legally binding agreements which are discloseable under Chapters 19 to 20 of the GEM Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by Rule 17.11 of the GEM Listing Rules, which is or may be of a price-sensitive nature.

By Order of the Board
Medical China Limited
Li Wo Hing

Executive Director & Chief Executive Officer

Hong Kong, 7 August 2007

As at the date of this announcement, the board of Directors of the Company comprises three executive directors, namely, Mr. Li Nga Kuk, James, Mr. Li Wo Hing and Mr. Li Tai To, Titus; one non-executive director, namely Mr. Chen Minshan; and three independent non-executive directors, namely Mr. Fan Wan Tat, Mr. Tam Wai Leung, Joseph and Mr. Chan Kim Chung, Daniel.

This announcement, for which the Directors collectively and individually accept full responsibilities, include particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material aspects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumption that are fair and reasonable.

This announcement will remain on the “Latest Company Announcements” page of the GEM website at <http://hkgem.com> for seven days from the date of its publication.

** for identification only*