

MINGYUAN MEDICARE DEVELOPMENT COMPANY LIMITED

銘源醫療發展有限公司*

(incorporated in Bermuda with limited liability)

(Stock Code: 0233)

COMPLETION OF THE ACQUISITION OF 51% EQUITY INTEREST IN WEIYI

The Directors are pleased to announce that all conditions of the Acquisition Agreement dated 16 June 2006 in relation to the acquisition of 51% equity in Weiyi had been completed on 14 August, 2006.

Reference is made to the announcement dated 19 June 2006 (the “Announcement”) and the circular dated 6 July 2006 (the “Circular”) of the Company in relation to the Acquisition Agreement entered into between the Vendors and Shanghai HealthDigit on 16 June 2006 for the acquisition of 51% equity in Weiyi. Unless the context otherwise requires, terms and expressions defined in the Announcement and Circular shall have the same meanings when used in this announcement.

The Directors are pleased to announce that all conditions to the Acquisition Agreement have been fulfilled and completion of the Acquisition has taken place on 14 August 2006.

The Directors of the Company as at the date of this announcement are as follows:

Mr. Yao Yuan, *Executive Chairman*

Mr. Chien Hoe Yong, Henry, *Executive Director*

Mr. Hu Jun, *Executive Director*

Mr. Yu Ti Jun, *Executive Director*

Dr. Lam Lee G., *Independent Non-Executive Director*

Mr. Hu Jin Hua, *Independent Non- Executive Director*

Mr. Lee Sze Ho, Henry, *Independent Non-Executive Director*

By Order of the Board

Mingyuan Medicare Development Company Limited

Mr. Henry Chien

Executive Director

15 August, 2006, Hong Kong

* *For identification purposes only*

“Please also refer to the published version of this announcement in The Standard”