

MINGYUAN MEDICARE DEVELOPMENT COMPANY LIMITED

銘源醫療發展有限公司*

(incorporated in Bermuda with limited liability)

(Stock Code: 0233)

CLARIFICATION ANNOUNCEMENT IN RELATION TO AN ARTICLE PUBLISHED ON 12 NOVEMBER 2007

The Board of Directors (the “Board”) of Mingyuan Medicare Development Company Limited (the “Company”) has noted that an article published by Hong Kong Daily News on 12 November 2007 which reported that Mr. Yao Yuan, the major shareholder of the Company might continue to reduce his shareholding in the Company to a level that would finally trigger a change of control of the Company.

The Board wishes to state that the content of this article is incorrect as Ming Yuan Investments Group Limited, the major shareholder of the Company, of which Mr. Yao Yuan and his brother, Mr. Iu Chung, each owns 50% of the entire issued share capital respectively, does not have any plan to reduce its shareholding in the Company. As a matter of fact, Mr. Iu Chung had personally increased his shareholding in the Company recently through purchase of shares of Company in the market.

As at the date of this announcement, the executive directors are Mr. Yao Yuan (Chairman), Mr. Chien Hoe Yong, Henry, Executive (CEO), Mr. Iu Chung, Mr. Hu Jun, and Mr. Yu Ti Jun; the independent non-executive directors are Dr. Lam Lee G., Mr. Hu Jin Hua, and Mr. Lee Sze Ho, Henry.

By Order of the Board
Mingyuan Medicare Development Company Limited
銘源醫療發展有限公司*
Kenny Poon
Company Secretary

Hong Kong, 13 November 2007

* *For identification purposes only*