

CHINA HEALTHCARE LIMITED

(the "Company")

(Registration No. 200202500K)

**INCREASE IN ISSUED AND PAID UP SHARE CAPITAL OF WHOLLY OWNED SUBSIDIARY -
ECON CARESKILL TRAINING CENTRE (ECTC) PTE LTD**

The Board of Directors of China Healthcare Limited (the "Company") wishes to announce that its wholly owned subsidiary company, Econ Careskill Training Centre (ECTC) Pte Ltd ("ECTC") has increased its issued and paid up share capital from S\$100,000 to S\$300,000 by way of an issue of 200,000 new ordinary shares of S\$1.00 each to the Company.

The increase in share capital of the subsidiary is for the purpose of future business expansion and development. The share capital was fully paid for in cash, funded through internal cash resources of the Company.

The aforesaid transaction will not have a material impact on the net tangible assets and earnings per share of the Company for the current financial year ending 31 March 2012.

None of the Directors or the controlling shareholders of the Company has any interest, direct or indirect, in the aforesaid transaction.

By Order of the Board

Ong Chu Poh
Group Executive Chairman
5 January 2012

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, CIMB Bank Berhad, Singapore Branch, for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). CIMB Bank Berhad has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Eric Wong, 50 Raffles Place #09-01, Singapore Land Tower, Singapore 048623, Telephone (65) 6337 5115.