

*The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## **NEW CHINESE MEDICINE HOLDINGS LIMITED**

### **新 醫 藥 控 股 有 限 公 司**

*(Incorporated in the Cayman Islands with limited liability)*

(Stock Code: 8085 / Warrant Code: 8359)

### **CHANGE IN BOARD LOT SIZE**

The Board announces that the board lot size of the Shares for trading on the Stock Exchange will be changed from 20,000 Shares to 4,000 Shares with effect from Tuesday, 10 June 2008. The expected timetable for such change in board lot size is set out in this announcement.

#### **Change in board lot size**

The board of directors (the “Board”) of New Chinese Medicine Holdings Limited (the “Company”) announces that the board lot size of the share of the Company (the “Shares”) for trading on the Stock Exchange of Hong Kong Limited (the “Stock Exchange”) will be changed from 20,000 Shares to 4,000 Shares with effect from Tuesday, 10 June 2008. The Board believes that the reduced board lot size will facilitate trading and improve the liquidity of the Shares and enable the Company to attract more investors and broaden the base of the shareholders of the Company (the “Shareholders”). The change in board lot size will not affect any of the Shareholders’ rights.

First day for free exchange of existing share certificates in board lot of 20,000 Shares each for new share certificates in board lot of 4,000 Shares each

Monday, 26 May 2008

Effective date of the change in board lot size from 20,000 Shares to 4,000 Shares

Tuesday, 10 June 2008

Original counter for trading in the Shares in board lot of 20,000 Shares each becomes counter for trading in the Shares in board lot of 4,000 Shares each	9:30 a.m. on Tuesday, 10 June 2008
Temporary counter for trading in the Shares in board lot of 20,000 Shares each opens	9:30 a.m. on Tuesday, 10 June 2008
Parallel trading in Shares commences	9:30 a.m. on Tuesday, 10 June 2008
Temporary counter for trading in the Shares in board lot of 20,000 Shares each closes	4:00 p.m. on Wednesday, 2 July 2008
Parallel trading in Shares ends	4:00 p.m. on Wednesday, 2 July 2008
Last day for free exchange of existing share certificates in board lot of 20,000 Shares each for new share certificates in board lot of 4,000 Shares each	4:30 p.m. on Wednesday, 9 July 2008

Shareholders may submit their existing share certificates in board lot of 20,000 Shares each to the Company's branch share registrar in Hong Kong, Tricor Standard Limited, at 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong, in exchange for new share certificates in board lot of 4,000 Shares each free of charge during business hours from Monday, 26 May 2008 to Wednesday, 9 July 2008 (both dates inclusive). Any submission after that period will only be accepted for exchange at a fee of HK\$2.50 (or such higher amount as may from time to time be allowed by the Stock Exchange) for each new share certificate or each existing share certificate cancelled, whichever number of share certificate involved is higher. The new share certificates are expected to be available for collection from the Company's branch share registrar in Hong Kong, Tricor Standard Limited, by the Shareholders within 10 business days after lodgment of the existing share certificates with Tricor Standard Limited for exchange purpose. As from Tuesday, 10 June 2008, any new share certificates will be issued in board lot of 4,000 Shares each (except for odd lots or where the Company's share registrar is otherwise instructed). All existing share certificates in board lot of 20,000 Shares each will continue to be evidence of title to such Shares and be valid for transfer, delivery and settlement purposes.

By Order of the Board  
**New Chinese Medicine Holdings Limited**  
**Law Kwok Chung**  
Company Secretary

Hong Kong, 21 May 2008

*As at the date of this announcement, the Board comprises (i) seven Executive Directors, namely Mr. Liu Jing, Mr. Chu Hon Pong, Mr. Li Heguo, Mr. An Jinping, Mr. Li Junhong, Ms. Tong Pui Chi Lucia and Mr. Law Kwok Chung; (ii) one Non-executive Director, namely Dr. Neil K. Gu; and (iii) three Independent Non-executive Directors, namely Mr. Chu Kar Wing, Dr. Loke Hoi Lam and Mr. Ku Ling Yu John.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange 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: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.*

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