



PACIFIC HEALTHCARE HOLDINGS LTD.
(Company Registration No.: 200100544H)

UPDATES ON USE OF PLACEMENT PROCEEDS RAISED FROM THE ISSUE OF 42,000,000 NEW ORDINARY SHARES

The Board of Directors of Pacific Healthcare Holdings Ltd. (the "Company") refers to its announcement dated 2 February 2007 in relation to the completion of the placement of 42,000,000 new ordinary shares (the "Placement") in the capital of the Company and wishes to announce that there will be a deviation to the intended use of proceeds from the Placement from what was previously announced.

The Company has intended to use approximately S\$4.0 million of the proceeds from the Placement to establish a hospital in Shanghai and set up women's wellness, cosmetic medical and diagnostic centres in Shenzhen and other parts of China. To date, the Company has used approximately S\$3.6 million for the aforesaid purposes. The Board is of the opinion that the balance S\$0.4 million intended for use in the Shanghai and Shenzhen projects is better redeployed as working capital of the Company in view of the current economic outlook.

The Company also intended to use approximately S\$2.0 million of the proceeds from the Placement to establish a hospital in Hyderabad and set up a cosmetic medical centre and medical spa in Mumbai, India. To-date, approximately S\$0.56 million has been used for the investment in Mumbai. As the land intended for the Hyderabad hospital has been divested, the Board of Directors has decided that the S\$1.44 million earmarked for the project shall be redeployed as working capital of the Company as the Mumbai expansion will be primarily funded through internal resources.

By Order of the Board

Dr William Chong Lai Leong
Executive Director and Chief Executive Officer

09 April 2009