

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION

SECURITIES EXCHANGE ACT OF 1934
Release No. 67775 / September 4, 2012

ADMINISTRATIVE PROCEEDING
File No. 3-15005

In the Matter of

**CHINA SKY ONE
MEDICAL, INC.**

Respondent.

**ORDER INSTITUTING
ADMINISTRATIVE PROCEEDINGS
AND NOTICE OF HEARING
PURSUANT TO SECTION 12(j) OF
THE SECURITIES EXCHANGE ACT
OF 1934**

I.

The Securities and Exchange Commission (“Commission”) deems it necessary and appropriate for the protection of investors that public administrative proceedings be, and hereby are, instituted pursuant to Section 12(j) of the Securities Exchange Act of 1934 (Exchange Act”) against Respondent China Sky One Medical, Inc. (“Respondent” or “CSKI”).

II.

After an investigation, the Division of Enforcement alleges that:

A. RESPONDENT

CSKI was a Nevada corporation¹ headquartered in Harbin, Heilongjiang Province, the People’s Republic of China. It manufactures and sells medicinal and diagnostic products, and all of its operations are carried out in China. At all relevant times, CSKI’s common stock has been registered pursuant to Section 12(g) of the Exchange Act, and the company has filed annual reports on Forms 10-K, quarterly reports on Forms 10-Q, and current reports on Forms 8-K pursuant to Section 13(a) of the Exchange Act and Rules 13a-1, 13a-11, and 13a-13 thereunder. The stock was traded on the NASDAQ Global Market under the symbol “CSKI” from September 14, 2008 to February 15, 2012. NASDAQ halted the trading following the company’s announcement of resignation of 26 mid-level managers, including nine from the accounting department and two from internal controls functions.

¹ CSKI’s corporate registration was revoked, and its registered agent resigned on June 27, 2012.

CSKI's external audit firm resigned on March 12, 2012, and NASDAQ filed a Form 25 to delist CSKI's stock on March 14, 2012 after finding that the stock was no longer suitable for continued listing and trading. Currently, CSKI's stock trades in the over-the-counter market under the ticker symbol "CSKI." In the meantime, CSKI's CFO resigned effective December 22, 2011, and its CEO Yan-qing Liu has been on sick leave since December 2011.

B. CSKI'S DELINQUENT FILINGS

1. CSKI has failed to file an annual report on Form 10-K for the year ended December 31, 2011, and Forms 10-Q for the quarters ended March 31, 2012 and June 30, 2012.

2. Exchange Act Section 13(a) and the rules promulgated thereunder require issuers of securities registered pursuant to Exchange Act Section 12 to file with the Commission current and accurate information in periodic reports. Exchange Act Rules 13a-1 and 13a-13 require issuers to file annual and quarterly reports.

3. As a result of the foregoing, CSKI failed to comply with Section 13(a) of the Exchange Act and Rules 13a-1 and 13a-13 thereunder.

III.

In view of the allegations made by the Division of Enforcement, the Commission deems it necessary and appropriate for the protection of investors that public administrative proceedings be instituted to determine:

A. Whether the allegations set forth in Section II hereof are true and, in connection therewith, to afford Respondent an opportunity to establish any defenses to such allegations;

B. Whether it is necessary and appropriate for the protection of investors to suspend for a period not exceeding twelve months, or to revoke the registration of each class of securities registered pursuant to Section 12 of the Exchange Act of the Respondent identified in Section II hereof, and any successor under Exchange Act Rules 12b-2 or 12g-3, and any new corporate names of the Respondent.

IV.

IT IS HEREBY ORDERED that a public hearing for the purpose of taking evidence on the questions set forth in Section III hereof shall be convened at a time and place to be fixed, and before an Administrative Law Judge to be designated by further order as provided by Rule 110 of the Commission's Rules of Practice [17 C.F.R. § 201.110].

IT IS HEREBY FURTHER ORDERED that Respondent shall file an Answer to the allegations contained in this Order within ten (10) days after service of this Order, as provided by Rule 220(b) of the Commission's Rules of Practice [17 C.F.R. § 201.220(b)].

If Respondent fails to file the directed Answer, or fails to appear at a hearing after being duly notified, the Respondent, and any successor under Exchange Act Rules 12b-2 or 12g-3, and any new corporate names of the Respondent, may be deemed in default and the proceedings may be determined against it upon consideration of this Order, the allegations of which may be deemed to be true as provided by Rules 155(a), 220(f), 221(f), and 310 of the Commission's Rules of Practice [17 C.F.R. §§ 201.155(a), 201.220(f), 201.221(f), and 201.310].

This Order shall be served forthwith upon Respondent personally or as permitted by the Commission's Rules of Practice.

IT IS FURTHER ORDERED that the Administrative Law Judge shall issue an initial decision no later than 120 days from the date of service of this Order, pursuant to Rule 360(a)(2) of the Commission's Rules of Practice [17 C.F.R. § 201.360(a)(2)].

In the absence of an appropriate waiver, no officer or employee of the Commission engaged in the performance of investigative or prosecuting functions in this or any factually related proceeding will be permitted to participate or advise in the decision of this matter, except as witness or counsel in proceedings held pursuant to notice. Since this proceeding is not "rule making" within the meaning of Section 551 of the Administrative Procedure Act, it is not deemed subject to the provisions of Section 553 delaying the effective date of any final Commission action.

By the Commission.

Elizabeth M. Murphy
Secretary