

Press Release

Dialysis Corporation of America Announces New Hospital Services Contract

Linthicum, Maryland, July 3, 2007 – Dialysis Corporation of America (NASDAQ-DCAI) announced today the entering into of a three year contract for the provision of dialysis services to patients admitted to Maryland General Hospital in Baltimore, Maryland.

President & CEO Stephen Everett commented, “We are pleased to be expanding our presence in the greater Baltimore area and look forward to working with the physicians and staff of Maryland General to ensure that patients are provided only the very best care while being dialyzed.”

Maryland General Hospital is part of the University of Maryland Medical System and is located within the city limits of Baltimore, serving the residents who live near DCA’s Baltimore based centers.

Dialysis Corporation of America owns and operates freestanding kidney hemodialysis centers located in Georgia, Maryland, New Jersey, Ohio, Pennsylvania, South Carolina, and Virginia, and provides in-hospital dialysis services on a contract basis to certain hospitals located in the those states. The company provides patients with their choice of a full range of quality in-center, acute or at-home hemodialysis services.

This release contains forward-looking statements that are subject to risks and uncertainties that could affect the business and prospects of the company and cause actual results and plans to differ materially from those anticipated. Those factors include, but are not limited to, maintaining continued growth and profitability, delays beyond the company’s control with respect to future business events, the highly competitive environment in the establishment and operation of dialysis centers, the ability to develop or acquire additional dialysis facilities, whether patient bases of the company’s dialysis facilities can mature to provide profitability, the extensive regulation of dialysis operations, government rate determination for Medicare reimbursement, pricing pressure from private payors, and other risks detailed in the company’s filings with the SEC, particularly as described in the company’s annual report on Form 10-K for the fiscal year ended December 31, 2006. The historical results contained in this press release are not necessarily indicative of future performance of the company.

The company’s press releases, corporate profile, corporate governance materials, quarterly and current reports, and other filings with the SEC are available on Dialysis Corporation of America’s internet home page: <http://www.dialysiscorporation.com>.

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