

6 December 2005

The Company Announcements Platform  
Australian Stock Exchange Limited  
Exchange Centre  
Level 6, 20 Bridge Street  
SYDNEY NSW 2000

**MEDICAL THERAPIES LIMITED**

As part of its pre-quotations disclosure, Medical Therapies Limited (ASX Code; MTY) (**Company**):

1. provides a distribution schedule of the number of holders in each class of security quoted in the form contained in paragraph 48 of its Appendix 1A Application (Refer Annexure A);
2. provides a statement setting out the names of the 20 largest holders of each class of securities to be quoted, including the number and percentage of each class of securities held by those holders (Refer Annexure B);
3. provides an updated capital structure and pro-forma statement of financial position based on actual funds raised under the Prospectus (Refer Annexure C);
4. provides an updated statement of commitments based on actual funds raised under the Prospectus (Refer Annexure D);
5. provides the full terms of its incentive option plan, (Refer Annexure E);

6. confirms that the Intellectual Property Assignment Deed between the Company and USYD (**IP Deed**) has been completed and that all conditions precedent have been either satisfied or waived;
7. confirms that the 2,450,000 Director Options to be issued to Ms James Dominguez, Mr Michael Taverner and Mr Michael Vitale and the 3,500,000 Executive Options to be issued to Mr Llewellyn Casbolt have all been issued;
8. provides the full terms of the Director Options, the Executive Options and the options described on page 68 of the Replacement Prospectus issued by the Company(Refer Annexure F); and
9. states that the following number of securities are subject to escrow for the following periods:
  - (a) 18,017,857 Ordinary Shares for a period of 12 months from listing;
  - (b) 95,000 Ordinary Shares for a period of 24 months from listing;
  - (c) 100,000 Options for a period of 24 months from listing;
  - (d) 2,450,000 Director Options for a period of 24 months from listing; and
  - (e) 3,500,000 Executive Options for a period of 24 months from listing.

Yours faithfully



**LLEWELLYN CASBOLT  
MANAGING DIRECTOR  
MEDICAL THERAPIES LIMITED**

