



PHOSPHAGENICS

8 November 2004

**The Manager
Company Announcements Office
The Australian Stock Exchange Limited**

Dear Sir

**re : Phosphagenics Limited
Appointment of Michael David PRESTON, M.A., F.C.A., as Director**

The Board of Directors is pleased to announce the appointment of Mr Michael David PRESTON, M.A., F.C.A. as a Director of the Company.

Yours faithfully
Phosphagenics Limited

per Mourice Garbutt
Company Secretary
p\asx\mp 08 11 04

Phosphagenics Limited

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Appendix 3X

Initial Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity	PHOSPHAGENICS LIMITED
ABN	32 056 482 403

We (the entity) give ASX the following information under listing rule 3.19A.1 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	PRESTON, Michael David
Date of appointment	8 November 2004

Part 1 - Director's relevant interests in securities of which the director is the registered holder

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Number & class of securities	
Ordinary Shares (ASX code POH)	nil
Options, June 2009 (ASX code : POHOB)	nil

+ See chapter 19 for defined terms.

Appendix 3X
Initial Director's Interest Notice

Part 2 – Director's relevant interests in securities of which the director is not the registered holder

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Name of holder & nature of interest	Number & class of Securities	
Note: Provide details of the circumstances giving rise to the relevant interest.	ORDS	nil
	OPTIONS	nil

Part 3 – Director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	
	Arising from the resolution of the shareholders of Phosphagenics Limited General Meeting held on 29 January 2004 approving the acquisition of shares in Vital Health Sciences Limited not already owned by Phosphagenics, Mr Preston, a holder of 4,000 VHS shares, is entitled to receive 1,355,805 new shares in Phosphagenics Limited by or in January 2005. As noted in the General Meeting documentation the shares issued to the vendor shareholders of Vital Health Sciences Limited will be issued in three tranches in January 2005: Tranche 1 unrestricted Tranche 2 * restricted as to trading until 1 July 2005 Tranche 3 * restricted as to trading until 1 January 2006 * voluntary escrow restrictions entered into by the vendor Vital Health Sciences Limited shareholders.

+ See chapter 19 for defined terms.

Nature of interest	BENEFICIAL AND LEGAL
Name of registered holder (if issued securities)	SEE ABOVE DETAILS
No. and class of securities to which interest relates	SEE ABOVE DETAILS

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