

LabTech Systems Ltd

ACN 107 670 673

3 May 2007

The Manager
Company Announcements Office
Australian Stock Exchange Limited

Dear Sir

LabTech Systems Signs Agreements with Invetech and Vision BioSystems

Attached for release to the market is an announcement relating to the signing of significant agreements with each of the technology companies Invetech Pty Ltd and Vision BioSystems.

Under the terms of the agreement, Vision BioSystems will establish product manufacturing of the MicroStreak instrumentation.

Invetech will continue to assist LabTech Systems with development of a second model instrument built on LabTech Systems' MicroStreak® core technology.

Yours faithfully



Lusia Guthrie
Managing Director

Suite 7, 114 Rundle Street
Kent Town South Australia 5067
Australia
Telephone +61 (0)8 8362 2698
Facsimile +61 (0)8 8362 2598
www.labtechsystems.com

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ASX ANNOUNCEMENT

3 May 2007

LabTech Systems signs significant agreements with Invetech and Vision BioSystems

LabTech Systems Limited (ASX: LBT), a listed health care equipment and services company, today announced that it had signed significant agreements with Invetech Pty Ltd and Vision BioSystems Pty Ltd to further advance its automated laboratory instrumentation, MicroStreak®.

LabTech Systems has signed a **Technology Development Agreement** with **Invetech**, a technology company specialising in contract design and engineering of automation and disposables for biomedical and scientific applications. Under the terms of the agreement, Invetech will continue to assist LabTech Systems with development of a second model instrument built on LabTech Systems' MicroStreak core technology.

Dr Fred Davis, Managing Director of Invetech, said Invetech greatly appreciated the opportunity to play such a critical role in the evolution of MicroStreak.

"LabTech Systems is growing from a small Australian start-up to rapidly become a sophisticated international technology business. They have negotiated a global licensing deal with a world leading diagnostics company and are taking their breakthrough technology all the way from idea to market. This is a great example of innovation in action, applying our can-do Aussie energy." said Dr Davis.

LabTech Systems has signed a **Manufacturing Technology Development Agreement** with **Vision BioSystems**, a company providing a contract manufacturing service for assembly and packaging of laboratory equipment. Under the terms of the agreement, Vision BioSystems will establish product manufacturing of the MicroStreak instrumentation.

Dr Ian Macfarlane, VP Contract Manufacturing, said Australia is a competitive location for manufacture of this type of complex, niche technology. VBS currently provides an FDA registered ISO13485 certified contract manufacturing service for automated instruments to three of the world's top ten clinical diagnostics companies.

"The fact that we have been chosen to manufacture MicroStreak locally for global customers recognizes our knowledge base, skills and service levels."

LabTech Systems' Managing Director Lusia Guthrie said both Invetech and Vision BioSystems are highly regarded on a global scale, known for their quality and speed to market. The new development may potentially increase the market for MicroStreak globally and the potential royalties available to LabTech Systems.

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"Both organisations are embracing our vision and turning it into a tangible reality for the microbiology industry.

We are now in a very strong position, having secured the necessary funding and agreements, to progress development and manufacturing of MicroStreak for launch," said Mrs Guthrie.

ENDS

For further information contact:

Media Relations Samantha Murray Consultant	Public Relations Exchange	Phone (03) 9607 4500 Fax (03) 9642 8667 Mob 0407 898 724
Investor Relations Michael Abela Paradigm Capital Pty Ltd	Suite 5, Level 3 443 Little Collins Street Melbourne Vic 3000	Tel: +61 (0)3 9642 2072 Mob: +61 (0)412 877 460 mabela@paradigmcapital.com.au
LabTech Systems Lusia Guthrie Managing Director	LabTech Systems Ltd Suite 7, 114 Rundle Street Kent Town SA 5065	Phone (08) 8362 2698 Fax (08) 8362 2598 www.labtechsystems.com
Invetech Dr Fred Davis Managing Director	Invetech Pty Ltd 495 Blackburn Rd Mt Waverley VIC 3149	Phone (03) 9211 7749 Fax (03) 9211 7707 www.invetech.us
Vision BioSystems Dr Ian Macfarlane	Vision BioSystems Pty Ltd 495 Blackburn Rd Mt Waverley VIC 3149	Phone (03) 9211 7526 Fax (03) 9211 7401 www.vision-bio.com

About LabTech Systems Limited

LabTech Systems (ASX Code LBT) was formed in 2004 as a medical technology development company and listed on the Australian Stock Exchange on 31 July 2006. The Company has enjoyed rapid growth by accelerating its corporate strategy and the MicroStreak® product development program to fully exploit the opportunities in the global marketplace.

MicroStreak® is an innovative, patented robotic system that automates routine agar plate processing, which is carried out in microbiology laboratories for diagnosing the causes of disease and contamination.

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LabTech Systems works with leaders in the field of technology and science and recently received an AusIndustry Commercial Ready Grant of \$2.14 million to progress the novel technology.

On 18 April 2007 LabTech Systems announced the signing of an exclusive worldwide license agreement with global French diagnostics company, bioMérieux.

About Invetech Pty Ltd

Invetech is an international technology development company, based in Melbourne, Australia, with more than 200 engineers, designers and scientists. Invetech helps companies bring new products to market through innovative design and engineering. With a track record of over 60 biomedical product developments, Invetech specialises in the development of complex electro-mechanical systems and custom automation. Invetech is strongly focused on the in-vitro diagnostics, life sciences, biotechnology, molecular biology, drug discovery and pharmaceutical manufacturing markets. Invetech serves a client base of start-ups through to multinationals, including seven of the world's top 10 diagnostic companies. Invetech is owned by Danaher Corporation. Danaher Corporation is a leading manufacturer of Professional Instrumentation, Medical Technologies, Industrial Technologies, and Tools and Components (www.danaher.com).

About Vision BioSystems Pty Ltd

Vision BioSystems develops, manufactures and distributes instruments and reagents to clinical histopathology and research laboratories worldwide. Vision BioSystems products are used for tissue preparation and staining to assist with the diagnosis of cancer and infectious diseases. Vision BioSystems also provides contract-manufacturing services to global clients in the broader in-vitro diagnostics and life sciences fields. Vision BioSystems is owned by Danaher Corporation.

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