Form 603

Corporations Act 2001
Section 671B

Notice of initial substantial holder

To: Company Name/Scheme	**Universal Biosensors, Inc. ("Company")**
ACN/ARSN/ARBN	**121 559 993**

1. Details of substantial holder (1)

Name	**Johnson & Johnson Development Corporation ("JJDC")**
ACN/ARSN (if applicable)	

The holder became a substantial holder (who is required to give this notice) on 13/12/2006

Official quotation of the securities of the Company occurred on 13 December 2006. Given that the Company has been admitted to the Official List of the ASX, the purpose of this Form is to notify the ASX and the Company of JJDC's current holdings in the Company. Given that it is the listing of the Company that has brought about the requirement to lodge this Form, the information provided below reflects the total holdings of JJDC as at 13 December 2006.

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
Fully paid shares of common stock in the capital of the Company ("**Shares**")	18,231,729	18,231,729	14.24%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
JJDC	Holder of CHESS Depositary Interests over the Shares ("**CDIs**"). The Shares are quoted on the stock market of the ASX, however, the CDIs are used to effect the broker-to-broker settlement of trading in the underlying Shares. The legal title to the Shares is held by CHESS Depositary Nominees Pty Ltd ACN 071 346 506 ("**CDN**"), a wholly owned subsidiary of the ASX, whereas JJDC (being the holder of the CDIs) has a beneficial interest in the equivalent number of Shares.	18,231,729 CDIs

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
JJDC	JJDC is the holder of the CDIs.	JJDC is the holder of the CDIs.	18,231,729 CDIs

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
As mentioned above, the requirement to complete this Form has been brought about by the listing of the Company. This Form however discloses the relevant interests held by JJDC as at 13 December 2006. Interests in the Company were first acquired by JJDC in December 2003. Further acquisitions of interests in the Company by JJDC have since been made.				

6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

Name and ACN/ARSN (if applicable)	Nature of association

7. Addresses

The addresses of the persons named in this form are as follows:

Name	Address
Company	(Registered office in Australia): 103 Ricketts Road, Mount Waverley, Victoria 3149 Australia
JJDC	410 George Street, New Brunswick, New Jersey 08901 United States of America
CDN	PO Box H224, Australia Square, New South Wales 1215 Australia

Signature

print name Roger Guidi capacity Director

sign here date / / 12·18·06

DIRECTIONS

(1) If there are a number of substantial holders with similar or related relevant interests (eg, a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.

(2) See the definition of "associate" in section 9 of the Corporations Act 2001.

(3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001

(4) The voting shares of a company constitute one class unless divided into separate classes.

(5) The total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in

(6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.

(7) Include details of:

(a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of the relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and

(b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies)

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001

(8) If the substantial holder is unable to determine the identity of the person (eg if the relevant interest arises because of an option) write "unknown".

(9) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.