



12 September 2013
ASX Release

Actinogen Limited (ASX Code: ACW)

Market update – laboratory closure and storage of equipment and actinomycetes isolates

Actinogen Limited (ASX Code:ACW) (**the Company**) has begun preparations to close its laboratory space at the Queen Elizabeth II Medical Centre in Nedlands. As part of the cost saving exercise and the decision to recapitalize the Company, the Directors have made the decision to close the laboratory for the time being.

Currently, Actinogen employs one full time scientist and one part time scientist who work under Dr David Keast's instructions. The Company has decided that it cannot renew these employment contracts due to a lack of working capital. These staff members will be finishing in their roles for Actinogen by 6 October 2013. The Company thanks them for their exemplary work and dedication to the Company.

As was announced yesterday, the Company has entered into an agreement with Otsana Capital to recapitalize Actinogen and inject further funds into the Company. As was announced, this requires shareholder approval. A notice of meeting containing full details of the proposal and all necessary shareholder resolutions will be mailed to shareholders in due course. The Company expects the shareholder meeting to take place on or around 15 November 2013.

The Company will continue to store its actinomycetes isolates in the minus 80 degrees storage facility, which is located at the Queen Elizabeth II Medical Centre in Nedlands. The Company will also begin to arrange to store its equipment, such as the HPLC machine and other assets at the Queen Elizabeth II Medical Centre in Nedlands.

The Company will evaluate its alternatives, which may involve the possibility of re-opening the laboratory after the recapitalization of the Company, should the recapitalization be successful.

More information

If shareholders require more information, they can contact Actinogen at its registered office at level 7, 231 Adelaide Terrace on 9225 4815 or at info@actinogen.com.au.