

Form 604

Corporations Act 2001  
Section 671B

Notice of change of interests of substantial holder

To Company Name/Scheme ADHERIUM LIMITED (ADR)

ACN/ARSN 605 352 510

1. Details of substantial holder(1)

Name Regal Funds Management Pty Limited

ACN/ARSN (if applicable) 107 576 821

There was a change in the interests of the substantial holder on 26/07/2016

The previous notice was given to the company on 30/03/2016

The previous notice was dated 24/03/2016

2. Previous and present 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 when last required, and when now required, to give a substantial holding notice to the company or scheme, are as follows:

| Class of securities (4) | Previous notice |                  | Present notice |                  |
|-------------------------|-----------------|------------------|----------------|------------------|
|                         | Person's votes  | Voting power (5) | Person's votes | Voting power (5) |
| Ordinary                | 10,333,783      | 7.20%            | 10,235,108     | 6.12%            |
|                         |                 |                  |                |                  |

3. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest of the substantial holder or an associate in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

| Date of change | Person whose relevant interest changed | Nature of change (6)                                                                   | Consideration given in relation to change (7) | Class and number of securities affected | Person's votes affected |
|----------------|----------------------------------------|----------------------------------------------------------------------------------------|-----------------------------------------------|-----------------------------------------|-------------------------|
| 26/07/2016     | Regal Funds Management                 | Shares being diluted by >1% due to the placement of securities pursuant to Appendix 3B | N/A                                           | N/A                                     | N/A                     |
| 20/07/2016     | Regal Funds Management                 | SELL                                                                                   | \$0.50 / share                                | 128,675 ORDINARY                        | 128,675                 |
| 08/04/2016     | Regal Funds Management                 | BUY                                                                                    | \$0.52 / share                                | 30,000 ORDINARY                         | 30,000                  |

4. Present relevant interests

Particulars of each relevant interest of the substantial holder in voting securities after the change are as follows:

| Holder of relevant interest         | Registered holder of securities      | Person entitled to be registered as holder (8) | Nature of relevant interest | Class and number of | Person's votes |
|-------------------------------------|--------------------------------------|------------------------------------------------|-----------------------------|---------------------|----------------|
| UBS AG, AUSTRALIA BRANCH            | UBS NOMINEES PTY LTD                 | UBS AG, AUSTRALIA BRANCH                       | HOLDER OF SHARES            | 8,343,806 ORDINARY  | 8,343,806      |
| MERRILL LYNCH INTERNATIONAL LIMITED | MERRILL LYNCH (AUS) NOMINEES PTY LTD | MERRILL LYNCH INTERNATIONAL LIMITED            | HOLDER OF SHARES            | 44,877 ORDINARY     | 44,877         |
| CREDIT SUISSE SECURITIES EUROPE LTD | CREDIT SUISSE SECURITIES EUROPE LTD  | CREDIT SUISSE SECURITIES EUROPE LTD            | HOLDER OF SHARES            | 1,846,425 ORDINARY  | 1,846,425      |

**5. Changes in association**

The persons who have become associates (2) of, ceased to be associates of, or have changed the nature of their association (9) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

| Name and ACN/ARSN (if applicable) | Nature of association |
|-----------------------------------|-----------------------|
| Not Applicable                    |                       |
|                                   |                       |

**6. Addresses**

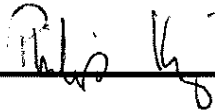
The addresses of persons named in this form are as follows:

| Name        | Address                                              |
|-------------|------------------------------------------------------|
| Philip King | Level 47-Gateway, 1 Macquarie Place, Sydney NSW 2000 |
|             |                                                      |

**Signature**

print name Philip King capacity Director

sign here



date 28/07/2016