



ASX ANNOUNCEMENT

1 December 2014

Notification of Expiry of Listed Options

Cynata Therapeutics Ltd (ASX: CYP) advises that the attached letter has been sent to holders of Cynata Therapeutic Limited listed options as notification of the expiry of those options on 31 December 2014.

For further information, contact:

Peter Webse
Company Secretary

Tel: +61 8 9481 3860

About Cynata Therapeutics (ASX: CYP)

Cynata Therapeutics Ltd (ASX: CYP) is an Australian stem cell and regenerative medicine company that is developing a therapeutic stem cell platform technology, Cymerus™, originating from the University of Wisconsin-Madison, a world leader in stem cell research. The proprietary Cymerus™ technology seeks to address a critical shortcoming in existing methods of production of mesenchymal stem cells (MSCs) for therapeutic use, which is the ability to achieve economic manufacture at commercial scale. Cymerus™ does so through the production of a particular type of MSC precursor, called a mesenchymoangioblast (MCA). The Cymerus™ MCA platform provides a source of MSCs that is independent of donor limitations and provides a potential “off-the-shelf” stem cell platform for therapeutic product use, with a pharmaceutical business model and economies of scale. This has the potential to create a new standard in the emergent arena of stem cell therapeutics and provides both a unique differentiator and an important competitive position.

CYNATA THERAPEUTICS LIMITED

ABN 98 104 037 372

REGISTERED OFFICE

CYNATA THERAPEUTICS LIMITED
SUITE 1
1233 HIGH STREET
ARMADALE VIC 3143

SHARE REGISTRY

Security Transfer Registrars Pty Ltd
All Correspondence to: PO BOX 535, APPLECROSS WA 6953

Tel (08) 9315 2333 Fax (08) 9315 2233
EMAIL: registrar@securitytransfer.com.au

1 December 2014

Dear Option Holder

YOUR OPTIONS TO ACQUIRE CYNATA THERAPEUTICS LIMITED SHARES AT \$0.20 PER SHARE EXPIRE ON 31 DECEMBER 2014

We are writing to you as a registered holder of 31 December 2014 options in Cynata Therapeutics Limited to remind you that the options will expire at 5:00pm (WST) on 31 December 2014.

Your option holding may be exercised in whole or in part by payment of \$0.20 for each option by no later than 31 December 2014. If payment is not received by 5:00pm (WST) on 31 December 2014 the options will lapse and all rights under the options will cease at that time.

Some of the courses of action available to you as a holder of these soon to expire options are:

- a) Exercise the options on or before 31 December 2014.
- b) Sell your options. Quotation of the options will cease at the close of trading on 22 December 2014.
- c) Do nothing (ie, allow your options to expire). If you do not exercise or sell your options they will expire on 31 December 2014 and your right to subscribe for ordinary shares in Cynata Therapeutics Limited at \$0.20 per share will lapse.

There is no obligation on option holders to exercise their options. However, under paragraph 6.1 of Appendix 6A of the Australian Securities Exchange (**ASX**) Listing Rules, the Company is required to advise option holders of the information contained in this notice.

As announced on 25 November 2014, the exercise of the remaining 10,622,093 options has been underwritten by sophisticated investors Ardroy Securities Pty Ltd, Neso Investment Management Limited and Mr Jackie Au Yeung. The underwriters, who are not related parties of the Company, are to be paid an underwriting fee of 2%, for a total aggregate consideration of \$42,488.

The market sale price of ordinary shares in Cynata Therapeutics Limited on ASX was 40 cents on 28 November 2014, being the last trading day in Perth prior to the date of this notice.

During the three (3) months preceding the date of this notice:

- the highest market sale price of ordinary shares on ASX was 45 cents on 18 September 2014; and
- the lowest market sale price of ordinary shares on ASX was 33.5 cents on 30 September 2014

If you wish to exercise your options then you must complete your "Notice of Exercise of Options" form on the reverse of this notice and forward it together with payment of \$0.20 per option exercised to be received no later than 5:00pm (WST) on **31 December 2014** to the Company's share registry, being:

Security Transfer Registrars Pty Ltd
PO Box 535
APPLECROSS WA 6953

OR 770 Canning Highway
APPLECROSS WA 6153

Cheques should be made payable to "**CYNATA THERAPEUTICS LIMITED**" in Australian dollars only and should be crossed "Not negotiable". If you have any further questions please do not hesitate to contact our Registry on telephone (08) 9315 2333, facsimile (08) 9315 2233, or e-mail registrar@securitytransfer.com.au.

Yours sincerely

PETER WEBSE
COMPANY SECRETARY

NOTICE OF EXERCISE OF OPTIONS

THIS DOCUMENT IS IMPORTANT. IF YOU ARE IN DOUBT AS TO HOW TO DEAL WITH IT, PLEASE CONTACT YOUR STOCK BROKER OR LICENSED PROFESSIONAL ADVISOR.

CYNATA THERAPEUTICS LIMITED

ABN: 98 104 037 372

REGISTERED OFFICE: SUITE 1 1233 HIGH STREET ARMADALE VIC 3143 AUSTRALIA

SHARE REGISTRY: Security Transfer Registrars Pty Ltd All Correspondence to: PO BOX 535, APPLECROSS WA 6953 AUSTRALIA 770 Canning Highway, APPLECROSS WA 6153 AUSTRALIA T: +61 8 9315 2333 F: +61 8 9315 2233 E: registrar@securitytransfer.com.au W: www.securitytransfer.com.au

MR JOHN SMITH 1 SMITH STREET PERTH WA 6000

ASX Code: CYPO
Holder Number: C9900009999
Number of Options: 1,000
Amount Payable: \$200.00

NOTICE OF EXERCISE OF OPTIONS EXPIRING 31 DECEMBER 2014 @ \$0.20 EACH

I/We the above named being the registered holder of Options hereby exercise such Options to subscribe for:

NUMBER OF NEW ORDINARY FULLY PAID SHARES [] AMOUNT ENCLOSED @ \$0.20 PER SHARE \$ []

I/We hereby authorise you to place my/our name(s) on the register of members in respect of the number of New Shares allotted to me/us, and I/we agree to accept such Shares subject to the Rules of the Constitution of the Company.

My/Our contact details in case of enquiries are:

NAME [] TELEPHONE NUMBER ([]) []

EMAIL ADDRESS [] @ []

PAYMENT INFORMATION



Biller Code: 159483 Ref: 9999 9999 9999 9999



CHEQUE/MONEY ORDER

BPAY® this payment via internet or phone banking. Your BPAY® reference number is unique to this offer and is not to be used for any other offer. Applicants should be aware of their financial institution's cut-off time (the time payment must be made to be processed overnight) and ensure payment is processed by their financial institution on or before the day prior to the expiry date.

All cheques (expressed in Australian currency) are to be made payable to CYNATA THERAPEUTICS LIMITED and crossed "Not Negotiable". Do not forward cash as receipts will not be issued. Sufficient cleared funds should be held in your account as your acceptance may be rejected if your cheque is dishonoured. Cheques or bank drafts drawn on overseas banks in Australian or any foreign currency will NOT be accepted.

Individual or Securityholder 1 Securityholder 2 Securityholder 3 Sole Director & Company Secretary Director/Company Secretary Director

REGISTRY DATE STAMP E & O.E.