

Risk Management Policy

1. Risk Management programme

All companies need to undertake risk, however, there needs to be a process for:

- the identification of risk; and
 - the management of risk.
- environmental regulations;
 - ethical issues relating to pharmaceutical research and development;
 - patent protection;
 - regulatory;
 - occupational health and safety and equal opportunity law.

2. Oversight and Assessment of the Risk Management System

The Board is responsible for overseeing the establishment and implementation of the risk management system, and is to review and assess the effectiveness of the company's implementation of that system on an ongoing basis.

3. Identification and Management of Risk

The Board and senior management will continue to identify the general areas of risk, including:

- economic and financial;
 - changing government policy (Australian and overseas);
 - competitors' products/research and development programs;
 - market demand and market prices for therapeutics/diagnostics;
 - legal proceedings commenced against the Company;
- Management will continue to perform a regular review of the following:
- the major risks that occur within the business;
 - the degree of risk involved;
 - the current approach to managing the risk; and
 - if appropriate, determine:
 - any inadequacies of the current approach; and
 - possible new approaches that more efficiently and effectively address the risk; and
- Management will perform this review on an ongoing basis.