

14 October 2014

ASX Company Announcement

MANUFACTURING AGREEMENT

The Board of Sun Biomedical (ASX: SBN) is pleased to announce that the company has entered into a manufacturing and development agreement with **Safecare Biotech (Hangzhou) Co Ltd** in China (Safecare). The agreement covers development and manufacturing of lateral flow immunoassay strips for the Company's Oraline® 4 saliva drug testing models as well as complete assembly of the units.

Subject to satisfactory performance of the test strips, the agreement covers:

- Manufacture of strips
- Assembly of complete units with housings supplied by the Company's other manufacturing partners or other third party.

The agreement also provides a framework for further cooperation with future Oraline® products. Safecare operates an in-house laboratory for lateral flow strip development and batch quality control and carries the highest certification available for medical device manufacturers in China including the new China Food and Drug Administration (CFDA) certification for medical devices, Safecare is also internationally accredited for medical device quality management systems (En ISO 13485:2012/AC:2012 and ISO 13485:2003).

"Safecare is a highly credentialed company in the manufacturing of rapid diagnostic test devices with a reputation for quality and service and satisfied customers around the world" said Howard Digby, Executive Chairman of Sun Biomedical Ltd. "We are very pleased to be working with Safecare to fine tune the performance of Oraline strips and to re-entering the market as soon as possible. Being a fast growing business with an international manufacturing and sales focus, this relationship provides many opportunities to grow and prosper"

About Sun Biomedical:

Sun Biomedical Limited is an international biotechnology company with assets in the area of occupational drug testing. The company is commercialising new improved versions of its "Oraline®" hand held multi drug test device while also looking to increase its biotechnology investments.

About Safecare:

Safecare Biotech. (Hangzhou) Co., Ltd. is an international, quality accredited manufacturer specializing in the R&D, production, technical support and distribution of rapid diagnostic test devices and reagents based on immunological biotechnology. Safecare offers high quality products in the following specialties: fertility tests, infectious diseases tests, sexually-transmitted diseases tests, and tumour markers tests, cardiac markers tests, alcohol and drug abuse tests in different formats.

For more information about Sun Biomedical visit its corporate website at www.sunbiomed.com.au

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